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Mail P O BOX 13167
AUSTIN, TEXAS 78711-3167

Texas State Securities Board

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MEMBER

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

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

WILLIAM R. SMITH
MEMBER

IN THE MATTER OF
THE INVESTMENT ADVISER
REGISTRATION OF
CRESCENT ADVISOR GROUP, INC.,
THE AGENT REGISTRATION OF
ROBERT LEE WAGGONER,
AND ROBERT LEE WAGGONER

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Order No. IC07-CDO-07

TO: Travis Nick Duren, President
Crescent Advisor Group, Inc. (IARD 115974)
8750 N. Central Expressway, Suite 750
Dallas, TX 75231

Robert Lee Waggoner (CRD No. 2318612)
Crescent Securities Group, Inc.
8750 N. Central Expressway, Suite 750
Dallas, TX 75231

DISCIPLINARY ORDER

Be it remembered that Crescent Advisor Group, Inc. ("Respondent CAG"), by and through Travis Nick Duren its President, and Robert Lee Waggoner ("Respondent Waggoner"), individually (collectively "Respondents"), 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. Respondents have waived (a) Respondents' right to notice and hearing in this matter; (b) Respondents' right to appear and present evidence in this matter; (c) Respondents' right to appeal this Order; and (d) all other procedural rights granted to Respondents by The Securities Act, TEX. REV. CIV. STAT. ANN. art. 581-1 et seq. (Vernon 1964 & Supp. 2006) ("Texas Securities Act") and the Administrative Procedure Act, TEX. GOV'T CODE ANN. § 2001.001 et seq. (Vernon 2000 & Supp. 2006) ("Administrative Procedure Act").
2. On or about April 4, 2002, Respondent CAG registered with the Securities Commissioner as an investment adviser, which is currently effective.

3. On or about January 22, 2002, Respondent Waggoner registered with the Securities Commissioner as an agent for Crescent Securities Group, Inc., which is currently effective.
4. Respondent Waggoner is not registered with the Securities Commissioner as an investment adviser representative for Respondent CAG, and no application is pending.
5. From on or about April 24, 2006 to on or about April 25, 2006, the staff of the Texas State Securities Board ("Staff") performed an inspection of Respondent CAG's office. The Staff discovered that:
 - (a) On or about April 14, 2005, Respondent Waggoner executed investment advisory agreements ("Agreements") with a client of Respondent CAG;
 - (b) Respondent Wagner executed the Agreements as an investment adviser of Respondent CAG;
 - (c) The services provided to the client pursuant to the Agreements included investment advice with regard to the assets in the client's accounts and execution of trades in the client's accounts as determined by Respondent CAG;
 - (d) Respondent Waggoner executed trades in the client's accounts on behalf of Respondent CAG; and
 - (e) During the period from on or about April 14, 2005 to on or about May 1, 2006, Respondent Waggoner received compensation from Respondent CAG in amounts equal to eighty percent (80%) of the quarterly invoiced fees from the client for assets under the management of Respondent CAG.
6. On or about July 19, 2004, Respondent Waggoner filed a Uniform Application for Securities Industry Registration or Transfer ("Form U-4") with the Securities Commissioner. The July 19, 2004 Form U-4 did not disclosed any employment or other business engagement by Respondent Waggoner with Respondent CAG in item No. 12, Employment History, or item No. 13, Other Business.
7. Subsequent to Respondent Waggoner's April 14, 2005 executions of the Agreements, no required Form U-4 amendments were filed by or on behalf of Respondent Waggoner with the Securities Commissioner that disclosed any employment or other business engagement by Respondent Waggoner with Respondent CAG.
8. Pursuant to Section 12.8 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 who acts or renders services as an investment adviser representative in this state, for a certain investment adviser and for compensation, must first be registered or notice-filed as an investment adviser representative with the Securities Commissioner, or otherwise exempt.

9. Pursuant to §115.9(a)(6) of the Board Rules, each person registered as an agent of a securities dealer is required to report to the Securities Commissioner within thirty (30) days after its occurrence, any change in information previously disclosed to the Securities Commissioner on any form or filing.
10. Pursuant to Section 14.A(5)(b) of the Texas Securities Act, the Securities Commissioner may reprimand a registered investment adviser, if the investment adviser has rendered services as an investment adviser in this state through a representative who is not registered to perform services for that investment adviser as required by the Texas Securities Act.
11. Pursuant to Section 14.A(6) of the Texas Securities Act, the Securities Commissioner may reprimand a registered agent, if the agent has violated any provision of the Texas Securities Act or the Board Rules.
12. Pursuant to Section 23-1 of the Texas Securities Act, the Securities Commissioner may assess an administrative fine against any agent or other person found to have engaged in an act or practice that violates the Texas Securities Act or Board Rules.
13. Pursuant to Section 23.B of the Texas Securities Act, if it appears to the Securities Commissioner that a person is acting as an investment adviser representative in violation of the Texas Securities Act, the Securities Commissioner may issue a cease and desist order.

CONCLUSIONS OF LAW

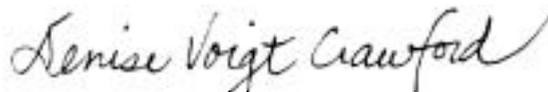
1. The performance of services by Respondent Waggoner on behalf of Respondent CAG and the payment of compensation to Respondent Waggoner by Respondent CAG for such services constitute employment.
2. The employment of Respondent Waggoner by Respondent CAG to provide investment advice to a client of Respondent CAG constitutes an "investment adviser representative" as defined by Section 4.P of the Texas Securities Act.
3. From on or about April 14, 2005 to on or about May 1, 2006, Respondent Waggoner 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.
4. From on or about June 14, 2004 to the present, Respondent Waggoner failed to disclose the employment of Respondent Waggoner by Respondent CAG on his Form U-4 in violation of §115.9(a)(6) of the Board Rules.

5. Pursuant to Section 14.A(5)(b) of the Texas Securities Act, the rendering of services by an investment adviser in this state through an unregistered representative constitutes basis for the issuance of an order reprimanding a registered investment adviser.
6. 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 agent.
7. Pursuant to Section 23-1 of the Texas Securities Act, the foregoing violations of the Texas Securities Act and the Board Rules constitute bases for the issuance of an order assessing an administrative fine against an agent and a person.
8. The foregoing acts by Respondent Waggoner in violation of the Texas Securities Act constitute bases for the issuance of a cease and desist order pursuant to Section 23.B of the Texas Securities Act.

ORDER

1. It is therefore ORDERED that Robert Lee Waggoner and Crescent Advisor Group, Inc. are hereby REPRIMANDED.
2. It is further ORDERED that Robert Lee Waggoner is hereby ASSESSED AN ADMINISTRATIVE FINE in the amount of One Thousand Five Hundred Dollars (\$1,500.00). Payment shall be made by delivery of a cashier's check to the Securities Commissioner in the amount of One Thousand Five Hundred Dollars (\$1,500.00), payable to the State of Texas, contemporaneously with the delivery of this Order.
3. It is further ORDERED that Robert Lee Waggoner CEASE AND DESIST from acting as an investment adviser representative for Crescent Advisor Group, Inc. until properly registered or notice-filed with the Securities Commissioner, or otherwise exempt.

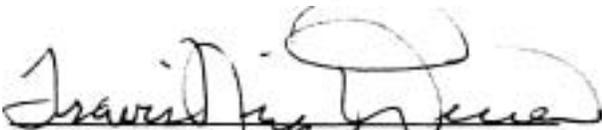
SIGNED AND ENTERED BY THE SECURITIES COMMISSIONER this 13th
day of March, 2007.



DENISE VOIGT CRAWFORD
Securities Commissioner

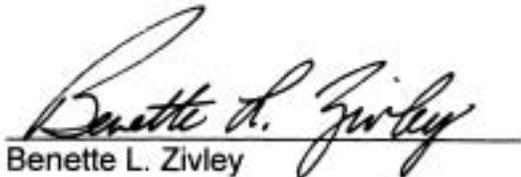
Respondents:

Crescent Advisor Group, Inc.


Travis Nick Duren, President


Robert Lee Waggoner

Approved as to Form:


Benette L. Zivley
Director
Inspections and Compliance Division

ACKNOWLEDGMENT

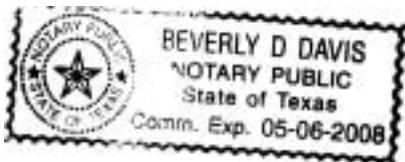
On the 1 day of March, 2007, Crescent Advisor Group, Inc. ("Respondent CAG"), by and through Travis Nick Duren, its President, appeared before me, executed the foregoing Order, and acknowledged that:

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

Beverly D. Davis
Notary Public in and for
The State of Texas

[affix notary seal here]

My commission expires on: 5-6-08



ACKNOWLEDGMENT

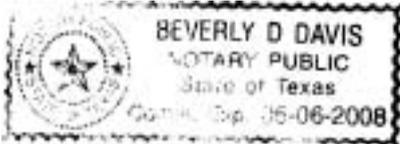
On the 1 day of March, 2007, Robert Lee Waggoner ("Respondent Waggoner") personally appeared before me, executed the foregoing Order, and acknowledged that:

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

Beverly D. Davis
Notary Public in and for
The State of Texas

[affix notary seal here]

My commission expires on: 5-6-08



THE FACE OF THIS DOCUMENT HAS A BLUE CHECK BACKGROUND ON WHITE PAPER

NOTICE TO CUSTOMERS

A Declaration of Loss and a 90 day waiting period will be requested before this check will be replaced or refunded in the event it is lost, misplaced, or stolen.



TEXAS STATE BANK

A Bank for Texas.

CASHIERS CHECK

920000828

88-901/119

DATE 03/02/07

ISSUER: CRESCENT ADVISOR GROUP INC

\$ 1,500.00

EXACTLY ***ONE THOUSAND FIVE HUNDRED and 00/100***USDollars

PAY TO THE ORDER OF *STATE OF TEXAS*****

Two Signatures Required Over \$10,000.00

Mary Yarbrough

Senior Vice President & Cashier

⑈ 9 200008 28 ⑈

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9000 100 ⑈

CRESCENT ADVISOR GROUP, INC.

March 12, 2007

Texas State Securities Board
Attn: Scott Holter

Fax: 512-305-8340

As of March 12, 2007, Crescent Advisor Group, Inc. constructively resubmits to the Securities Commissioner of Texas the March 2, 2007 Texas State Rank Cashiers Check No. 920000828 in the amount of \$1,500.00 for an administrative fine to be assessed against Robert Lee Waggoner.

Thank you for your assistance.

Regards,



Nick Duren