

STATE OF ILLINOIS
SECRETARY OF STATE
SECURITIES DEPARTMENT

IN THE MATTER OF: AUSTIN MEDICAL IMAGING, LP; BODY)
SCAN IMAGING CENTERS, LLC)
CARDIAC IMAGING, LLC; LAS VEGAS) FILE NO. 0400679
WEST MEDICAL IMAGING, LP; MEDICAL)
IMAGING, LLC, NEWSKAN IMAGING UNIT)
INVESTMENT TRUST AND WILLIAM)
EDGAR SHARP)

NOTICE OF HEARING

TO THE RESPONDENTS: Austin Medical Imaging, LP
Body Scan Imaging Centers, LLC
Cardiac Imaging, LLC
Las Vegas West Medical Imaging, LP
Medical Imaging, LLC
Newscan Imaging Unit Investment Trust
6 Venture, Suite 100
Irvine, CA 92618

William Edgar Sharp CRD 4481811
5226 Capo Bella
Aliso Viejo CA 92656

You are hereby notified that pursuant to Section 11.F of the Illinois Securities Law of 1953, [815 ILCS 5/1 et seq.] (the "Act") and 14 Ill. Adm. Code 130, Subpart K, a public hearing will be held at 300 W. Jefferson Avenue, Suite 300A, Springfield, Illinois 62702, on July 20th, 2005 at the hour of 10:00 a.m., or as soon thereafter as counsel may be heard, before Jon K. Ellis, or such other duly designated Hearing Officer of the Secretary of State. A copy of the Rules under the Act pertaining to contested cases is attached to this Notice.

Said hearing will be held to determine whether an Order of Prohibition should be entered against the Respondents in the State of Illinois and granting such other relief as may be authorized under the Act including but not limited to imposition of a monetary fine in the maximum amount pursuant to Section 11

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of the Act, payable within ten (10) days of the entry of the Order.

The grounds for such proposed action are as follows:

Count I (Violation of Section 12.A)

1. That on or about the first week of February 2002, William Edgar Sharp ("Sharp") represented to an Illinois resident that he was an employee or agent of Body Scan Imaging Centers, LLC and offered and sold to an Illinois resident an investment in a medical imaging center to be built in Austin Texas. Sharp told the Illinois resident to make out his investment check to Medical Imaging, LLC.
2. Subsequent to his conversation with Sharp, the Illinois resident on February 22, 2002 made out a check in the amount of \$15,000 to Medical Imaging, LLC and received a certificate evidencing ownership by the Illinois resident of 3 units in the Austin Medical Imaging, LP.
3. Approximately at the end of March 2002, Sharp telephoned the Illinois resident again and offered and solicited him to purchase another investment in a medical imaging center to be built in Philadelphia, PA. Sharp instructed the Illinois resident to make out his investment check to Cardiac Imaging Center, LLC for \$15,000.
4. Subsequent to his conversation with Sharp, the Illinois resident on April 1, 2002 made out a check in the amount of \$15,000 to Cardiac Imaging, LLC and received a certificate evidencing ownership by the Illinois resident of 3 units in the Newscan Imaging Unit Investment Trust.
5. A few days later in April, 2002, Sharp re-contacted the Illinois resident and offered and solicited to him the purchase of an investment in a medical imaging center to built in Las Vegas, Nevada.
6. Subsequently, the Illinois resident on April 7, 2002 made a out a check in the amount of \$25,000 to Las Vegas Medical Imaging, LP and received a certificate

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evidencing ownership by the Illinois resident of 5 units in the Las Vegas West Medical Imaging, LP.

7. The above-referenced units in limited partnerships, limited liability companies and unit investments trusts are securities as that term is defined pursuant to Section 2.1. of the Illinois Securities Law of 1953 [815 ILCS 5/1 et seq.] (the "Act").
8. That Section 5 of the Act provides, inter alia, that all securities except those exempt under Section 3 of the Act or those offered and sold in transactions exempt under Section 4 of the Act shall be registered with the Secretary of State prior to their offer or sale in the State of Illinois.
9. That Section 12.A of the Act provides, inter alia, that it shall be a violation of the Act for any person to offer or sell securities except in accordance with the provisions of the Act.
10. That at all times relevant hereto, Austin Medical Imaging, LLC, Body Scan Imaging Center, LLC, Cardiac Imaging, LLC, Las Vegas West Medical Imaging, LP, Newscan Imaging Unit Investment Trust and William Edgar Sharp ("the Respondents") failed to file an application for registration of the above-referenced securities with the Secretary of State prior to their offer or sale in the State of Illinois.
11. That by virtue of the foregoing, the Respondents have violated Section 12.A of the Act.
12. That Section 11.E(4) of the Act provides, inter alia, that if the Secretary of State, after finding that any provision of the Act has been violated, may impose a fine as provided by rule, regulation or order not to exceed \$10,000.00 for each violation of the Act.
13. That by virtue of the foregoing, the Respondents are subject to a fine of up to \$10,000.00 per violation.

Count II (Violation of Section 12.D)

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- 1-7. Paragraphs 1 through 7 of Count I are re-alleged and incorporated as paragraphs 1 through 7 of this Count II.
8. That Section 12.D of the Act provides, inter alia, that it shall be a violation of the Act for any person to fail to file with the Secretary of State any document or application required to be filed under the provision of the Act.
9. That at all times relevant hereto, the Respondents failed to file an application for registration of the above-referenced securities with the Secretary of State prior to their offer or sale in the State of Illinois.
10. that by virtue of the foregoing, the Respondents have violated Section 12.D of the Act.
11. That Section 11.E(2) of the Act provides, inter alia, that if the Secretary of State shall find that any person has violated subsection D of Section 12 of the Act, the Secretary of State may by written order prohibit the person from offering or selling any securities in this State.
12. That Section 11.E(4) of the Act provides, inter alia, that if the Secretary of State, after finding that any provision of the Act has been violated, may impose a fine as provided by rule, regulation or order not to exceed \$10,000.00 for each violation of the Act.
13. That by virtue of the foregoing, the Respondents are subject to a fine of up to \$10,000.00 per violation and an order which permanently prohibits the Respondents from offering or selling securities in the State of Illinois.

Count III (Violation of Section 12.C)

- 1-6. Paragraphs 1 through 6 of Count I are re-alleged and incorporated as paragraphs 1 through 6 of this Count III.

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7. That section 8.A. of the Act states, inter alia, that, except as otherwise provided in subsection A, every salesperson shall be registered as such with the Secretary of State.
8. That Respondent, William Edgar Sharp, is not registered in Illinois as a salesperson during the relevant time period of the sales of securities in the State of Illinois.
9. That Section 12.C of the Act states, inter alia, that it shall be a violation of the Act for any person to act as a salesperson unless registered as such, where such registration is required.
10. That by virtue of the foregoing, William Edgar Sharp has violated Section 12.C of the Act.
11. That Section 11.E(2) of the Act provides, inter alia, that if the Secretary of State shall find that any person has violated subsection C of Section 12 of the Act, the Secretary of State may by written order prohibit the person from offering or selling any securities in this State.
12. That Section 11.E(4) of the Act provides, inter alia, that if the Secretary of State, after finding that any provision of the Act has been violated, may impose a fine as provided by rule, regulation or order not to exceed \$10,000.00 for each violation of the Act.
13. That by virtue of the foregoing, William Edgar Sharp is subject to a fine of up to \$10,000.00 per violation and an order which permanently prohibits the Respondents from offering or selling securities in the State of Illinois.

You are further notified that you are required pursuant to Section 130.1104 of the Rules and Regulations (14 Ill. Adm. Code 130) (the "Rules"), to file an answer to the allegations outlined above or a Special Appearance pursuant to Section 130.1107 of the Rules, or other responsive pleading within thirty days of the receipt of this notice. Your failure to do so within the prescribed time shall be deemed an admission of the allegations contained in the Notice of Hearing and waives your right to a hearing.

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Furthermore, you may be represented by legal counsel; may present evidence; may cross-examine witnesses and otherwise participate. A failure to so appear shall constitute default.

A copy of the Rules, promulgated under the Act and pertaining to Hearings held by the Office of the Secretary of State, Securities Department, is included with this Notice.

Delivery of notice to the designated representative of any Respondent constitutes service upon such Respondents.

ENTERED: This 13th day of May, 2005

Jesse White 
Jesse White
Secretary of State
State of Illinois

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