

STATE OF ILLINOIS
SECRETARY OF STATE
SECURITIES DEPARTMENT

IN THE MATTER OF: JAMES U. DODGE,

)
) File No. 1000063
)

CONSENT ORDER OF PROHIBITION

TO THE RESPONDENTS: James U. Dodge
4804 Johanne Ct.
Springfield, Illinois 62707

WHEREAS, Respondent James U. Dodge (the "Respondents") on May 2, 2010, executed a certain Stipulation To Enter Consent Order (the "Stipulation"), which hereby is incorporated by reference herein.

WHEREAS, by means of the Stipulation, the Respondent has admitted to the jurisdiction of the Secretary of State and service of the Notice of Hearing in this matter and the Respondent has consented to the entry of this Consent Order.

WHEREAS, the Secretary of State, by and through his designated representative, the Securities Director, has determined that the matter related to the aforesaid formal hearing may be dismissed without further proceeding.

WHEREAS, the Respondent has acknowledged, while neither admitting or denying the truth thereof, that the allegations contained in paragraph seven (7) of the Stipulation shall be adopted as the Secretary of State's Findings of Fact as follows:

1. That Respondent, James U. Dodge, is an individual with a last known address of 4804 Johanne Ct., Springfield, Illinois 62707;
2. That during the month of May, 2006, Respondent James U. Dodge offered and sold an investment plan to PG, an Illinois resident, in which Respondent represented that he would invest PG's funds using a trading formula to track the S & P 500, and that as a result, PG would receive a monthly return of 3% per month, for a total investment by PG of \$8,000;

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3. That on or about January 22, 2007, Respondent James U. Dodge offered and sold an investment plan to CS, an Illinois resident, in which Respondent represented that he would invest CS's funds using a trading formula to track the S & P 500, and that as a result, CS would receive a monthly return of 3% per month, that on or about the above date, CS made an initial payment of \$5,000 to Respondent and made subsequent payment or payments to Respondent thereafter for a total investment by CS of \$15,000;
4. During the year 2007, Respondent James U. Dodge offered and sold an investment plan to BM, an Illinois resident, in which Respondent represented that he would invest BM's funds using a trading formula to track the S & P 500, and that as a result, BM would receive a monthly return of 3% per month, for a total investment of \$1,500, an amount which was subsequently returned to BM by Respondent;
5. That on or about March 10, 2010, BM invested \$22,000 with Respondent in the aforementioned investment plan;
6. That the aforesaid investment plan is an investment contract and therefore a security 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");
7. 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;
8. 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;
9. That Section 12.C of the Act provides, inter alia, that it shall be a violation of the Act for any person to act as a dealer or salesperson unless registered as such, where such registration is required;
10. 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 provisions of the Act;

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11. That at all times relevant hereto, Respondent James U. Dodge 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;
12. That at all times relevant hereto, Respondent James U. Dodge failed to file an application for registration as a dealer or salesperson for the sales of securities in the State of Illinois;
13. That at all times relevant hereto, Respondent James U. Dodge acted as a dealer and/or salesperson of securities while not being registered as such;
14. 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 and/or 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;
15. That Section 11.E.(3) of the Act provides, inter alia, that if the Secretary of State shall find that any person is engaging or has engaged in the business of selling or offering for sale securities as a dealer or salesperson without prior thereto and at the time thereof having complied with the registration or notice filing requirements of this Act, the Secretary of State may by written order prohibit the person from offering or selling any securities in this State;
16. 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, as well as an order of public censure and the costs of investigation and reasonable expenses;
17. That by virtue of the foregoing, the Respondent James U. Dodge is subject to a fine of up to \$10,000.00 per violation, costs of investigation, reasonable expenses, an order of censure, and an order which permanently prohibits the Respondent from offering or selling securities in the State of Illinois.

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WHEREAS, the Respondent has acknowledged, while neither admitting or denying the truth thereof, that the allegations contained in paragraph eight (8) of the Stipulation shall be adopted as the Secretary of State's Conclusions of Law as follows:

1. That by virtue of the foregoing, Respondent James U. Dodge has violated Sections 12.A, 12.C, and 12.D of the Act;
2. That by virtue of the foregoing, Respondent James U. Dodge is subject to an Order which permanently prohibits Respondent from offering and/or selling securities in the State of Illinois.

NOW THEREFORE IT IS HEREBY ORDERED THAT:

1. The foresaid allegations contained in the Stipulation shall be and are hereby adopted as the Secretary of State's Findings of Fact and Conclusions of Law;
2. The Respondent shall be permanently prohibited from offering and/or selling securities in and/or from the State of Illinois;

ENTERED: This 13th day of May, 2010.


JESSE WHITE
Secretary of State
State of Illinois

NOTICE: Failure to comply with the terms of this Order shall be a violation of Section 12(D) of the Illinois Securities Law of 1953 [815 ILCS 5] (the "Act"). Any person or entity who fails to comply with the terms of this Order of the Secretary of State, having knowledge of the existence of this Order, shall be guilty of a Class 4 felony.

Attorney for the Secretary of State
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Hearing Officer:
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