BENETTE L. ZIVLEY SECURITIES COMMISSIONER

CARLA JAMES DEPUTY SECURITIES COMMISSIONER

> Mail: P O BOX 13167 AUSTIN, TEXAS 78711-3167

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



Texas State Securities Board

208 E. 10th Street, 5th Floor Austin, Texas 78701-2407

www.ssb.state.tx.us

BETH ANN BLACKWOOD CHAIR

DERRICK MITCHELL MEMBER

E. WALLY KINNEY MEMBER

DAVID A. APPLEBY MEMBER

ALAN WALDROP MEMBER

§
§
§
Ş

\_\_\_\_\_

KRISTOPHER LEE ANDERSON

IN THE MATTER OF

Order No. ENF-11-CDO-1708

To: Kristopher Lee Anderson 1 Jenny Lane Amarillo, Texas 79118

## AGREED CEASE AND DESIST ORDER

Be it remembered that Kristopher Lee Anderson ("Respondent") appeared before the Securities Commissioner of Texas ("Securities Commissioner") and consented to the entry of this Order and the Findings of Fact and Conclusions of Law contained herein.

## FINDINGS OF FACT

- Respondent has waived (a) Respondent's right to notice and a 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. (West 2010) ("Texas Securities Act"), and the Administrative Procedure Act, Tex Gov't Code Ann. § 2001.001 et seq. (West 2008 & Supp. 2010) ("Administrative Procedure Act").
- Respondent is an individual who maintains a last known address of 1 Jenny Lane, Amarillo, Texas 79118. Respondent previously served as the chief financial officer of Integrity Natural Resources, LP, a Texas entity that declared bankruptcy in December 2009.
- 3. While affiliated with Integrity Natural Resources, LP, Respondent offered and sold, in Texas, working interests in a series of oil and gas wells located in Muskingum County, Ohio.
- 4. The working interests were not registered by qualification, notification or coordination, and no permit had been granted for their sale in Texas.

5. Respondent was not registered with the Securities Commissioner as a dealer or agent at any time material hereto.

## CONCLUSIONS OF LAW

- 1. The above-described working interests are "securities" as that term is defined in Section 4.A of the Texas Securities Act.
- 2. Respondent has violated Section 7 of the Texas Securities Act by offering and selling securities in Texas at a time when the securities were not registered with the Securities Commissioner.
- 3. Respondent has violated Section 12 of the Texas Securities Act by offering securities for sale in Texas without being registered pursuant to the provisions of Section 12 of the Texas Securities Act.
- 4. The foregoing violations constitute bases for the issuance of a cease and desist order pursuant to Section 23.A of the Texas Securities Act.

## <u>ORDER</u>

- 1. It is therefore ORDERED that Respondent CEASE AND DESIST from selling or offering for sale any security in Texas until the security is registered with the Securities Commissioner or is offered for sale pursuant to an exemption from registration under the Texas Securities Act.
- 2. It is further ORDERED that Respondent CEASE AND DESIST from acting as a securities dealer or agent in Texas until Respondent is registered with the Securities Commissioner or is acting pursuant to an exemption from registration under the Texas Securities Act.

SIGNED AND ENTERED by the Securities Commissioner on this  $\frac{11800}{1000}$  day of  $\frac{11800}{1000}$ , 2011.

BENETTE L. ZIVLEY Securities Commissioner

Respondent:

Kristopher Lee Anderson

`Approved as to Form: 7

Joseph J. Rotunda

Director Enforcement Division

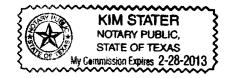
10 Scribne

Sara Scribner Enforcement Attorney Enforcement Division

E. Dean Roper 320 S. Polk Street, Suite 901 Amarillo, Texas 79101 Attorney for Respondent

On the  $\underline{1}$  day of  $\underline{Aucust}$ , 2011, Kristopher Lee Anderson ("Respondent") personally appeared before me, executed the foregoing Order, and acknowledged that:

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



(

Notary Public in and for the State of Texas

My commission expires on: \_\_\_\_\_\_\_\_\_\_

[affix notary seal here]

. . .