

Wunapp

DEFENDANT Derek A. Nelson CHARGE Money Laundering > \$200K, TPC 34.02, F1  
2014-3261-1425575

ADDRESS 1704 NW 177<sup>th</sup> Terrace, Edmond, Oklahoma, 73012 CAUSE# 416-80610-2014

DESCRIPTION W/M/DOB: 08/27/1967 [REDACTED] TX DL #12419996 AGENCY/# State Securities Board

ARREST INFORMATION GJR

C/C \_\_\_\_\_ Witness: Letha Sparks

**TRUE BILL OF INDICTMENT**

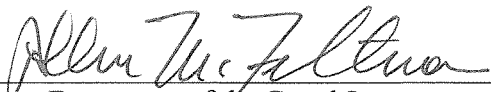
IN THE NAME AND BY AUTHORITY OF THE STATE OF TEXAS: The Grand Jury of Collin County, State of Texas, duly organized at the January Term, A.D., 2014 of the 296th District Court of said county, in said court at said term, do present that \_\_\_\_\_

**DEREK A. NELSON, hereinafter referred to as "defendant"**

on or about and between the dates of January 1, 2007, and September 30, 2009, and before the presentment of this indictment, in Collin County, Texas, and elsewhere, did then and there

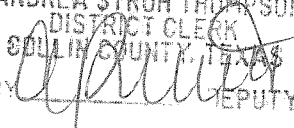
knowingly acquire an interest in, and possess the proceeds of criminal activity, to wit: current money of the United States of America, in the aggregated amount of two hundred thousand dollars (\$200,000.00) or more, and said proceeds were generated from the commission of the offense of Theft of Property in the amount of two hundred thousand dollars (\$200,000.00) or more, a felony under the laws of the State of Texas; and the commission of fraud in connection with the sale of securities in an amount of \$100,000.00 or more, a felony under the laws of the State of Texas;

Against the peace and dignity of the State.

  
 Foreperson of the Grand Jury

**FILED**

14 MAR 25 PM 2:45

ANDREA STROH THOMPSON  
 DISTRICT CLERK  
 COLLIN COUNTY, TEXAS  
 BY  DEPUTY

CK Unapp

DEFENDANT Derek A. Nelson CHARGE Theft > \$200K, TPC 31.03, F1  
2014-3260-1425575

ADDRESS 1704 NW 177<sup>th</sup> Terrace, Edmond, Oklahoma, 73012 CAUSE# 416-80611-2014

DESCRIPTION W/M/DOB: 08/27/1967/ [REDACTED] TX DL AGENCY/# State Securities Board  
#12419996

ARREST INFORMATION GJR

C/C Witness: Letha Sparks

**TRUE BILL OF INDICTMENT**

IN THE NAME AND BY AUTHORITY OF THE STATE OF TEXAS: The Grand Jury of Collin County, State of Texas, duly organized at the January Term, A.D., 2014 of the 296th

District Court of said county, in said court at said term, do present that

**DEREK A. NELSON, hereinafter referred to as "defendant"**

on or about the dates listed below, and before the presentment of this indictment, in Collin County, Texas, did then and there unlawfully appropriate, to wit: acquire and exercise control over property, other than real property, to wit: current money of the United States of America, from the following owners, and in the following amounts:

<u>Owner</u>	<u>Date of Appropriation</u>	<u>Amount Appropriated</u>
Robert C. Rodden	January 5, 2007	\$30,000.00
Jon L. Didmorer	January 16, 2007	\$14,993.00
Frank or Carol K. Murphy	January 18, 2007	\$31,083.02
Frank Murphy	January 31, 2007	\$46,083.02
Wedsel G. Groom	February 16, 2007	\$9,000.00
John F. Marr	February 21, 2007	\$15,000.00
Frank Murphy	March 9, 2007	\$30,000.00
Frank Murphy	March 28, 2007	\$167,134.40
John F. Marr	April 2, 2007	\$23,720.00
Brad L. Carver	April 9, 2007	\$14,000.00

Brad L. Carver	April 9, 2007	\$16,000.00
Brad L. Carver	April 9, 2007	\$10,000.00
William Baugh	April 20, 2007	\$14,577.00
Brad L. Carver	April 27, 2007	\$60,000.00
Greene Family Living Trust	May 2, 2007	\$14,560.00
John F. Marr	May 8, 2007	\$30,000.00
Wedsel G. Groom	May 24, 2007	\$56,000.00
John F. Marr	July 5, 2007	\$15,000.00
Mark A. Little	July 19, 2007	\$25,116.00
Wedsel G. Groom	July 27, 2007	\$9,583.15
Frank Murphy	July 27, 2007	\$14,324.07
Wedsel G. Groom	July 30, 2007	\$13,000.00
Frank Murphy	July 30, 2007	\$15,000.00
Charlotte or Perry E. Ray	August 7, 2007	\$20,543.19
Ranger Refrigerated Express, Inc.	August 13, 2007	\$48,166.00
Mark A. Little	August 27, 2007	\$119,309.00
Richard Wayne Greene	September 13, 2007	\$50,000.00
Brad L. Carver	September 19, 2007	\$16,500.00
Mark A. Little	September 28, 2007	\$138,663.00
Mark A. Little	October 25, 2007	\$17,980.00
Cledus Young	October 25, 2007	\$12,000.00
Frank Murphy	November 2, 2007	\$15,662.81
Wedsel G. Groom	November 6, 2007	\$13,000.00
Kimberly Shaw	December 19, 2007	\$20,000.00
Xenia Sebastian	December 21, 2007	\$20,000.00

Mark A. Little	December 31, 2007	\$21,550.00
Frank Murphy	December 31, 2007	\$1,892.88
Mark A. Little	January 2, 2008	\$37,120.00
Mark A. Little	January 9, 2008	\$25,000.00
Frank or Carol K. Murphy	January 16, 2008	\$19,000.00
Beverly Fleming	January 18, 2008	\$60,000.00
Mark A. Little	January 25, 2008	\$24,700.00
Frank H. Clemens	January 31, 2008	\$20,000.00
Scott C. and Barbara K. Wiese	January 31, 2008	\$20,000.00
Beverly Fleming	February 1, 2008	\$100,000.00
Frank or Carol K. Murphy	February 8, 2008	\$15,141.80
Patricia Little	February 12, 2008	\$26,200.00
Frank H. Clemens	February 13, 2008	\$30,000.00
Scott C. and Barbara K. Wiese	February 13, 2008	\$20,000.00
Beverly Fleming and James Cooper	February 14, 2008	\$25,000.00
Beverly Fleming	February 26, 2008	\$52,000.00
Jimmie R. Cannaday	February 28, 2008	\$20,000.00
Frank or Carol K. Murphy	March 3, 2008	\$23,285.00
Frank H. Clemens	March 4, 2008	\$250,000.00
Scott C. and Barbara K. Wiese	March 6, 2008	\$35,000.00
Jonathan M. and Tifani Pototschnik	March 11, 2008	\$10,000.00
Jonathan M. and Tifani Pototschnik	March 11, 2008	\$10,000.00
Kandace Jae Isam	March 13, 2008	\$100,000.00
Michael Isam	March 14, 2008	\$50,000.00
Isam Rentals	March 17, 2008	\$20,000.00

Mark A. Little	March 18, 2008	\$202,409.00
Beverly Fleming	March 24, 2008	\$70,000.00
Michael Isam	March 24, 2008	\$60,000.00
Steven M. Clark	March 25, 2008	\$100,000.00
Mike Cox	March 26, 2008	\$30,000.00
Beverly Fleming	March 27, 2008	\$80,000.00
Jody D. Carlino	April 10, 2008	\$30,000.00
John P. and Xenia Sebastian	April 11, 2008	\$4,000.00
John P. and Xenia Sebastian	April 11, 2008	\$26,000.00
James Darren Cooper	April 14, 2008	\$20,000.00
Kelly Lindemann	April 14, 2008	\$10,000.00
David Shaw	April 16, 2008	\$20,000.00
James Darren Cooper	April 17, 2008	\$19,000.00
Brad L. Carver	April 24, 2008	\$20,000.00
James Darren Cooper	April 24, 2008	\$41,000.00
Tres C. Meyer	April 29, 2008	\$20,000.00
Travis Hough	May 2, 2008	\$50,000.00
James or Darla S. Ashby	May 5, 2008	\$30,000.00
Marcus Huggans	May 5, 2008	\$15,000.00
Melanie R. James	May 5, 2008	\$15,000.00
Riccardo A. Elina	May 7, 2008	\$100,000.00
Frank H. Clemens	May 8, 2008	\$35,000.00
Travis Hough	May 13, 2008	\$50,000.00
Kandace Jae Isam	May 13, 2008	\$300,000.00
Beverly Fleming and James Cooper	May 14, 2008	\$400,000.00

Michael Isam	May 19, 2008	\$20,000.00
Michael Isam	May 19, 2008	\$9,000.00
Jimmie R. Cannaday	May 21, 2008	\$10,000.00
Richard Wayne Greene	May 21, 2008	\$24,000.00
Mark A. Little	May 27, 2008	\$57,800.00
Earl E. or Jo Ann T. Milkolitch	May 27, 2008	\$79,900.00
Beverly Fleming	June 2, 2008	\$20,000.00
Julie A. Petit	June 5, 2008	\$30,000.00
Kandace Jae Isam	June 10, 2008	\$40,000.00
Scott C. and Barbara K. Wiese	June 11, 2008	\$25,000.00
Michael Isam	June 12, 2008	\$5,000.00
Beverly Fleming	June 17, 2008	\$1,000.00
Kandace Jae Isam	June 17, 2008	\$1,000.00
William Ken Tapscott, Jr.	June 18, 2008	\$30,000.00
James Darren Cooper	June 19, 2008	\$25,000.00
Beverly Fleming or James Cooper	June 19, 2008	\$25,000.00
Steven M. Clark	June 20, 2008	\$40,000.00
Richard Wayne Greene	July 1, 2008	\$53,000.00
Shawn McCall	July 2, 2008	\$5,000.00
Shawn McCall	July 2, 2008	\$25,000.00
Billy Schlebach	July 2, 2008	\$30,807.41
Jody D. Carlino	July 9, 2008	\$5,000.00
Scott C. and Barbara K. Wiese	July 9, 2008	\$37,000.00
Gary Rosse Revocable Living Trust	July 10, 2008	\$50,000.00
Shawn McCall	July 11, 2008	\$60,000.00

Michael Isam	July 14, 2008	\$6,700.00
Mark A. Little	July 14, 2008	\$48,900.00
Kelly Lindemann	July 15, 2008	\$1,000.00
Pamela Dismore	July 18, 2008	\$35,000.00
Lucille Lomeland	July 23, 2008	\$50,000.00
Dewey W. or Janis A. Bates	July 28, 2008	\$50,000.00
Jonathan M. and Tifani Pototschnik	July 28, 2008	\$10,000.00
Jonathan M. and Tifani Pototschnik	July 28, 2008	\$10,000.00
Tres C. Meyer	July 29, 2008	\$8,000.00
Barbara Nieri	July 29, 2008	\$18,000.00
Scott C. and Barbara K. Wiese	July 31, 2008	\$2,700.00
Vicki Ales	August 4, 2008	\$10,000.00
Earl E. or Jo Ann T. Milkolitch	August 4, 2008	\$44,698.00
Riccardo A. Elina	August 5, 2008	\$200,000.00
Michelle or Robert J. Martinez	August 5, 2008	\$30,000.00
Clark A. Seymour	August 5, 2008	\$30,000.00
James or Darla S. Ashby	August 11, 2008	\$15,000.00
Darwin Eldredge	August 11, 2008	\$79,000.00
Mike Vreeke	August 11, 2008	\$30,000.00
Brad L. Carver	August 20, 2008	\$30,000.00
Gerardo Losoya and Zunny Zapatha	August 28, 2008	\$40,000.00
Jimmie R. Cannaday	September 5, 2008	\$27,000.00
Wise Investor Holdings, LLC	September 8, 2008	\$77,000.00
Dewey W. or Janis A. Bates	September 11, 2008	\$35,000.00
Dewey W. or Janis A. Bates	September 11, 2008	\$40,000.00

Wayne D. Robbins	September 24, 2008	\$200,000.00
Sharon L. Castora	October 20, 2008	\$30,000.00
Shirley Ann Townsend	October 20, 2008	\$45,000.00
Sharon L. Castora	October 22, 2008	\$5,000.00
John P. and Xenia Sebastian	October 22, 2008	\$20,000.00
Sandra Young	October 22, 2008	\$15,000.00
Lucille Lomeland	October 29, 2008	\$130,000.00
Kandace Jae Isam	October 30, 2008	\$500,000.00
Michael Bruce Jones	October 31, 2008	\$59,000.00
John F. Marr	October 31, 2008	\$103,749.50
Chuck P. Baker	November 3, 2008	\$44,000.00
Dewey W. or Janis A. Bates	November 5, 2008	\$2,500.00
Frank H. Clemens	November 5, 2008	\$250,000.00
Richard Wayne Greene	November 5, 2008	\$4,000.00
Richard Wayne Greene	November 5, 2008	\$87,000.00
Richard Wayne Greene	November 5, 2008	\$74,000.00
Richard Wayne Greene	November 5, 2008	\$85,000.00
Gerardo Losoya and Zunny Zapatha	November 5, 2008	\$50,000.00
Marian Miller	November 5, 2008	\$135,000.00
The Peridot Group, Inc.	November 5, 2008	\$63,000.00
Gary Rosse Revocable Living Trust	November 5, 2008	\$50,000.00
John P. and Xenia Sebastian	November 5, 2008	\$20,000.00
John P. and Xenia Sebastian	November 5, 2008	\$30,000.00
David Shaw	November 5, 2008	\$20,000.00
Steven M. Clark	November 5, 2008	\$150,000.00



William Ken Tapscott, Jr.	November 5, 2008	\$27,000.00
William or Patricia Restrepo	November 17, 2008	\$100,000.00
Brad L. Carver	November 26, 2008	\$30,000.00
Riccardo A. Elina	November 26, 2008	\$500,000.00
Beverly Fleming and James Cooper	November 26, 2008	\$3,960.00
Karen Jean Eng, Pod Tom T. and Kimiko Noda	December 4, 2008	\$73,010.38
Karen Jean Eng	December 5, 2008	\$43,002.00
Wayne D. Robbins	December 8, 2008	\$55,000.00
Wayne D. Robbins	December 8, 2008	\$145,000.00
Jonathan and Andrea Bauer	December 29, 2008	\$30,000.00
Wedsel and Wanda Groom	January 6, 2009	\$25,000.00
Wedsel and Wanda Groom	January 6, 2009	\$25,000.00
Sharon L. Castora	January 8, 2009	\$71,000.00
Judy Bailey	January 22, 2009	\$30,000.00
Wedsel G. Groom	January 30, 2009	\$12,000.00
Chuck P. Baker	February 3, 2009	\$6,000.00
Michael Isam	February 17, 2009	\$200,000.00
Karen Jean Eng	February 19, 2009	\$100,000.00
Brad L. Carver	February 26, 2009	\$2,935.10
Sharon Garwood	February 26, 2009	\$20,000.00
John F. Marr	March 3, 2009	\$73,600.00
Frank H. Clemens	March 5, 2009	\$50,000.00
Frank H. Clemens	March 5, 2009	\$50,000.00
Frank H. Clemens	March 5, 2009	\$100,000.00

Gary Rosse Revocable Living Trust	March 5, 2009	\$15,000.00
James or Darla S. Ashby	March 10, 2009	\$5,000.00
Anthony J. Martella	March 10, 2009	\$15,000.00
Wise Investor Holdings, LLC	March 10, 2009	\$15,300.00
Brad L. Carver	March 11, 2009	\$30,000.00
Pamela Dismore	March 12, 2009	\$25,000.00
Thomas A. and Karen J. Barrett	March 18, 2009	\$60,000.00
James L. Tweet	April 8, 2009	\$55,000.00
James L. Tweet	April 8, 2009	\$40,000.00
Lucille Lomeland	April 13, 2009	\$200,000.00
William or Patricia Restrepo	April 13, 2009	\$210,000.00
James L. Tweet	April 15, 2009	\$135,000.00
Gary Rosse Revocable Living Trust	April 16, 2009	\$25,000.00
James Darren Cooper	April 17, 2009	\$50,000.00
Shawn McCall	April 28, 2009	\$100,000.00
Darwin Eldredge	May 5, 2009	\$28,000.00
Darwin Eldredge	May 14, 2009	\$9,237.00
Mike Cox	June 2, 2009	\$14,317.00
Jeanne Eldredge	June 15, 2009	\$40,000.00
Mark McGinnis	July 8, 2009	\$25,000.00
Beverly Fleming	July 13, 2009	\$400,000.00
James Darren Cooper	July 15, 2009	\$10,000.00
James Darren Cooper	July 15, 2009	\$17,950.00
James Darren Cooper	July 15, 2009	\$8,050.00
James Ashby	July 21, 2009	\$50,000.00

Frank H. Clemens	July 21, 2009	\$25,000.00
Kandace Jae Isam	July 21, 2009	\$50,000.00
Kandace Jae Isam	July 21, 2009	\$90,000.00
John P. and Xenia Sebastian	July 21, 2009	\$50,000.00
Gary L. Dalrymple	July 27, 2009	\$15,000.00
Kenny Family Living Trust	July 31, 2009	\$50,000.00
Richard and Carol Quint	July 31, 2009	\$15,000.00
Jimmy E. Linton	August 12, 2009	\$55,000.00
Brad L. Carver	August 28, 2009	\$30,000.00
Sharon Garwood	August 28, 2009	\$20,000.00
Frank Murphy	September 4, 2009	\$50,000.00
Frank H. Clemens	September 8, 2009	\$360,000.00

And said appropriations were without the effective consent of said owners in that consent was induced by deception, to wit: said defendant created and confirmed by words and conduct false impressions of fact that were likely to affect the judgment of said owners in the transactions and the defendant did not believe to be true; and said defendant failed to correct false impressions of fact that were likely to affect the judgment of said owners in the transactions, that said defendant previously created and confirmed by words and conduct, and said defendant did not at the time believe to be true; and said defendant promised performance that affected the judgment of said owners in said transactions that said defendant did not intend to perform and knew would not be performed;

And said defendant acted with the intent to deprive said owners of said property by withholding said property permanently and for so extended a period of time that a major portion of the value and enjoyment of said property was lost to said owners, and by disposing of said property in a manner that made recover of said property by said owners unlikely;

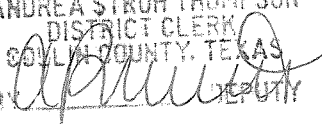
And all of said amounts were obtained, as alleged, as part of one scheme and continuing course of conduct, and the aggregate value of the property so appropriated was \$200,000.00 or more;

Against the peace and dignity of the State.

  
 FOREPERSON OF THE GRAND JURY

**FILED**

14 MAR 25 PM 2: 47

ANDREA STROH THOMPSON  
 DISTRICT CLERK  
 COVIL COUNTY, TEXAS  
 BY  DEPUTY

OK uncl pf

DEFENDANT **Derek A. Nelson**

CHARGE **Securities Fraud > \$100K,  
Art. 581 Sec. 29(c) Texas  
Securities Act**

2014-3262 - 1425575

ADDRESS 1704 NW 177<sup>th</sup> Terrace, Edmond, Oklahoma, 73012

CAUSE# 446-80609-2014

DESCRIPTION W/M/DOB: 08/27/1967 [REDACTED] TX DL  
#12419996

AGENCY/# State Securities Board

ARREST INFORMATION GJR

C/C Witness: Letha Sparks

**TRUE BILL OF INDICTMENT**

**IN THE NAME AND BY AUTHORITY OF THE STATE OF TEXAS: The Grand Jury of Collin**

**County, State of Texas, duly organized at the January Term, A.D., 2014 of the 296th**

**District Court of said county, in said court at said term, do present that**

**DEREK A. NELSON, hereinafter referred to as "defendant"**

on or about the dates listed below, and before the presentment of this indictment, in Collin County, Texas, did then and there directly and through agents, sell and offer for sale investments in "unit shares" and notes in Capital Mountain Holding Corporation ("CMHC"), Systems XXI, Act I, LLC ("Act I"), Systems XXII, Act II, LLC ("Act II), and Homaide Real Estate Services Corporation ("Homaide") (hereinafter referred to as "The CMHC Investment Program"), being securities, to wit: stocks, investment contracts, evidences of indebtedness, and notes to each of the persons listed below, and in the following amounts:

<u>PERSON</u>	<u>DATE</u>	<u>AMOUNT</u>
Robert C. Rodden	January 5, 2007	\$30,000.00
Jon L. Didmorer	January 16, 2007	\$14,993.00
Frank or Carol K. Murphy	January 18, 2007	\$31,083.02
Frank Murphy	January 31, 2007	\$46,083.02
Wedsel G. Groom	February 16, 2007	\$9,000.00
John F. Marr	February 21, 2007	\$15,000.00
Frank Murphy	March 9, 2007	\$30,000.00
Frank Murphy	March 28, 2007	\$167,134.40
John F. Marr	April 2, 2007	\$23,720.00

Brad L. Carver	April 9, 2007	\$14,000.00
Brad L. Carver	April 9, 2007	\$16,000.00
Brad L. Carver	April 9, 2007	\$10,000.00
William Baugh	April 20, 2007	\$14,577.00
Brad L. Carver	April 27, 2007	\$60,000.00
Greene Family Living Trust	May 2, 2007	\$14,560.00
John F. Marr	May 8, 2007	\$30,000.00
Wedsel G. Groom	May 24, 2007	\$56,000.00
John F. Marr	July 5, 2007	\$15,000.00
Mark A. Little	July 19, 2007	\$25,116.00
Wedsel G. Groom	July 27, 2007	\$9,583.15
Frank Murphy	July 27, 2007	\$14,324.07
Wedsel G. Groom	July 30, 2007	\$13,000.00
Frank Murphy	July 30, 2007	\$15,000.00
Charlotte or Perry E. Ray	August 7, 2007	\$20,543.19
Ranger Refrigerated Express, Inc.	August 13, 2007	\$48,166.00
Mark A. Little	August 27, 2007	\$119,309.00
Richard Wayne Greene	September 13, 2007	\$50,000.00
Brad L. Carver	September 19, 2007	\$16,500.00
Mark A. Little	September 28, 2007	\$138,663.00
Mark A. Little	October 25, 2007	\$17,980.00
Cledus Young	October 25, 2007	\$12,000.00
Frank Murphy	November 2, 2007	\$15,662.81
Wedsel G. Groom	November 6, 2007	\$13,000.00
Kimberly Shaw	December 19, 2007	\$20,000.00

Xenia Sebastian	December 21, 2007	\$20,000.00
Mark A. Little	December 31, 2007	\$21,550.00
Frank Murphy	December 31, 2007	\$1,892.88
Mark A. Little	January 2, 2008	\$37,120.00
Mark A. Little	January 9, 2008	\$25,000.00
Frank or Carol K. Murphy	January 16, 2008	\$19,000.00
Beverly Fleming	January 18, 2008	\$60,000.00
Mark A. Little	January 25, 2008	\$24,700.00
Frank H. Clemens	January 31, 2008	\$20,000.00
Scott C. and Barbara K. Wiese	January 31, 2008	\$20,000.00
Beverly Fleming	February 1, 2008	\$100,000.00
Frank or Carol K. Murphy	February 8, 2008	\$15,141.80
Patricia Little	February 12, 2008	\$26,200.00
Frank H. Clemens	February 13, 2008	\$30,000.00
Scott C. and Barbara K. Wiese	February 13, 2008	\$20,000.00
Beverly Fleming and James Cooper	February 14, 2008	\$25,000.00
Beverly Fleming	February 26, 2008	\$52,000.00
Jimmie R. Cannaday	February 28, 2008	\$20,000.00
Frank or Carol K. Murphy	March 3, 2008	\$23,285.00
Frank H. Clemens	March 4, 2008	\$250,000.00
Scott C. and Barbara K. Wiese	March 6, 2008	\$35,000.00
Jonathan M. and Tifani Pototschnik	March 11, 2008	\$10,000.00
Jonathan M. and Tifani Pototschnik	March 11, 2008	\$10,000.00
Kandace Jae Isam	March 13, 2008	\$100,000.00
Michael Isam	March 14, 2008	\$50,000.00

Isam Rentals	March 17, 2008	\$20,000.00
Mark A. Little	March 18, 2008	\$202,409.00
Beverly Fleming	March 24, 2008	\$70,000.00
Michael Isam	March 24, 2008	\$60,000.00
Steven M. Clark	March 25, 2008	\$100,000.00
Mike Cox	March 26, 2008	\$30,000.00
Beverly Fleming	March 27, 2008	\$80,000.00
Jody D. Carlino	April 10, 2008	\$30,000.00
John P. and Xenia Sebastian	April 11, 2008	\$4,000.00
John P. and Xenia Sebastian	April 11, 2008	\$26,000.00
James Darren Cooper	April 14, 2008	\$20,000.00
Kelly Lindemann	April 14, 2008	\$10,000.00
David Shaw	April 16, 2008	\$20,000.00
James Darren Cooper	April 17, 2008	\$19,000.00
Brad L. Carver	April 24, 2008	\$20,000.00
James Darren Cooper	April 24, 2008	\$41,000.00
Tres C. Meyer	April 29, 2008	\$20,000.00
Travis Hough	May 2, 2008	\$50,000.00
James or Darla S. Ashby	May 5, 2008	\$30,000.00
Marcus Huggans	May 5, 2008	\$15,000.00
Melanie R. James	May 5, 2008	\$15,000.00
Riccardo A. Elina	May 7, 2008	\$100,000.00
Frank H. Clemens	May 8, 2008	\$35,000.00
Travis Hough	May 13, 2008	\$50,000.00
Kandace Jae Isam	May 13, 2008	\$300,000.00

Beverly Fleming and James Cooper	May 14, 2008	\$400,000.00
Michael Isam	May 19, 2008	\$20,000.00
Michael Isam	May 19, 2008	\$9,000.00
Jimmie R. Cannaday	May 21, 2008	\$10,000.00
Richard Wayne Greene	May 21, 2008	\$24,000.00
Mark A. Little	May 27, 2008	\$57,800.00
Earl E. or Jo Ann T. Milkolitch	May 27, 2008	\$79,900.00
Beverly Fleming	June 2, 2008	\$20,000.00
Julie A. Petit	June 5, 2008	\$30,000.00
Kandace Jae Isam	June 10, 2008	\$40,000.00
Scott C. and Barbara K. Wiese	June 11, 2008	\$25,000.00
Michael Isam	June 12, 2008	\$5,000.00
Beverly Fleming	June 17, 2008	\$1,000.00
Kandace Jae Isam	June 17, 2008	\$1,000.00
William Ken Tapscott, Jr.	June 18, 2008	\$30,000.00
James Darren Cooper	June 19, 2008	\$25,000.00
Beverly Fleming or James Cooper	June 19, 2008	\$25,000.00
Steven M. Clark	June 20, 2008	\$40,000.00
Richard Wayne Greene	July 1, 2008	\$53,000.00
Shawn McCall	July 2, 2008	\$5,000.00
Shawn McCall	July 2, 2008	\$25,000.00
Billy Schlebach	July 2, 2008	\$30,807.41
Jody D. Carlino	July 9, 2008	\$5,000.00
Scott C. and Barbara K. Wiese	July 9, 2008	\$37,000.00
Gary Rosse Revocable Living Trust	July 10, 2008	\$50,000.00



Shawn McCall	July 11, 2008	\$60,000.00
Michael Isam	July 14, 2008	\$6,700.00
Mark A. Little	July 14, 2008	\$48,900.00
Kelly Lindemann	July 15, 2008	\$1,000.00
Pamela Dismore	July 18, 2008	\$35,000.00
Lucille Lomeland	July 23, 2008	\$50,000.00
Dewey W. or Janis A. Bates	July 28, 2008	\$50,000.00
Jonathan M. and Tifani Pototschnik	July 28, 2008	\$10,000.00
Jonathan M. and Tifani Pototschnik	July 28, 2008	\$10,000.00
Tres C. Meyer	July 29, 2008	\$8,000.00
Barbara Nieri	July 29, 2008	\$18,000.00
Scott C. and Barbara K. Wiese	July 31, 2008	\$2,700.00
Vicki Ales	August 4, 2008	\$10,000.00
Earl E. or Jo Ann T. Milkolitch	August 4, 2008	\$44,698.00
Riccardo A. Elina	August 5, 2008	\$200,000.00
Michelle or Robert J. Martinez	August 5, 2008	\$30,000.00
Clark A. Seymour	August 5, 2008	\$30,000.00
James or Darla S. Ashby	August 11, 2008	\$15,000.00
Darwin Eldredge	August 11, 2008	\$79,000.00
Mike Vreeke	August 11, 2008	\$30,000.00
Brad L. Carver	August 20, 2008	\$30,000.00
Gerardo Losoya and Zunny Zapatha	August 28, 2008	\$40,000.00
Jimmie R. Cannaday	September 5, 2008	\$27,000.00
Wise Investor Holdings, LLC	September 8, 2008	\$77,000.00
Dewey W. or Janis A. Bates	September 11, 2008	\$35,000.00

Dewey W. or Janis A. Bates	September 11, 2008	\$40,000.00
Wayne D. Robbins	September 24, 2008	\$200,000.00
Sharon L. Castora	October 20, 2008	\$30,000.00
Shirley Ann Townsend	October 20, 2008	\$45,000.00
Sharon L. Castora	October 22, 2008	\$5,000.00
John P. and Xenia Sebastian	October 22, 2008	\$20,000.00
Sandra Young	October 22, 2008	\$15,000.00
Lucille Lomeland	October 29, 2008	\$130,000.00
Kandace Jae Isam	October 30, 2008	\$500,000.00
Michael Bruce Jones	October 31, 2008	\$59,000.00
John F. Marr	October 31, 2008	\$103,749.50
Chuck P. Baker	November 3, 2008	\$44,000.00
Dewey W. or Janis A. Bates	November 5, 2008	\$2,500.00
Frank H. Clemens	November 5, 2008	\$250,000.00
Richard Wayne Greene	November 5, 2008	\$4,000.00
Richard Wayne Greene	November 5, 2008	\$87,000.00
Richard Wayne Greene	November 5, 2008	\$74,000.00
Richard Wayne Greene	November 5, 2008	\$85,000.00
Gerardo Losoya and Zunny Zapatha	November 5, 2008	\$50,000.00
Marian Miller	November 5, 2008	\$135,000.00
The Peridot Group, Inc.	November 5, 2008	\$63,000.00
Gary Rosse Revocable Living Trust	November 5, 2008	\$50,000.00
John P. and Xenia Sebastian	November 5, 2008	\$20,000.00
John P. and Xenia Sebastian	November 5, 2008	\$30,000.00
David Shaw	November 5, 2008	\$20,000.00

Steven M. Clark	November 5, 2008	\$150,000.00
William Ken Tapscott, Jr.	November 5, 2008	\$27,000.00
William or Patricia Restrepo	November 17, 2008	\$100,000.00
Brad L. Carver	November 26, 2008	\$30,000.00
Riccardo A. Elina	November 26, 2008	\$500,000.00
Beverly Fleming and James Cooper	November 26, 2008	\$3,960.00
Karen Jean Eng, Pod Tom T. and Kimiko Noda	December 4, 2008	\$73,010.38
Karen Jean Eng	December 5, 2008	\$43,002.00
Wayne D. Robbins	December 8, 2008	\$55,000.00
Wayne D. Robbins	December 8, 2008	\$145,000.00
Jonathan and Andrea Bauer	December 29, 2008	\$30,000.00
Wedsel and Wanda Groom	January 6, 2009	\$25,000.00
Wedsel and Wanda Groom	January 6, 2009	\$25,000.00
Sharon L. Castora	January 8, 2009	\$71,000.00
Judy Bailey	January 22, 2009	\$30,000.00
Wedsel G. Groom	January 30, 2009	\$12,000.00
Chuck P. Baker	February 3, 2009	\$6,000.00
Michael Isam	February 17, 2009	\$200,000.00
Karen Jean Eng	February 19, 2009	\$100,000.00
Brad L. Carver	February 26, 2009	\$2,935.10
Sharon Garwood	February 26, 2009	\$20,000.00
John F. Marr	March 3, 2009	\$73,600.00
Frank H. Clemens	March 5, 2009	\$50,000.00
Frank H. Clemens	March 5, 2009	\$50,000.00

Frank H. Clemens	March 5, 2009	\$100,000.00
Gary Rosse Revocable Living Trust	March 5, 2009	\$15,000.00
James or Darla S. Ashby	March 10, 2009	\$5,000.00
Anthony J. Martella	March 10, 2009	\$15,000.00
Wise Investor Holdings, LLC	March 10, 2009	\$15,300.00
Brad L. Carver	March 11, 2009	\$30,000.00
Pamela Dismore	March 12, 2009	\$25,000.00
Thomas A. and Karen J. Barrett	March 18, 2009	\$60,000.00
James L. Tweet	April 8, 2009	\$55,000.00
James L. Tweet	April 8, 2009	\$40,000.00
Lucille Lomeland	April 13, 2009	\$200,000.00
William or Patricia Restrepo	April 13, 2009	\$210,000.00
James L. Tweet	April 15, 2009	\$135,000.00
Gary Rosse Revocable Living Trust	April 16, 2009	\$25,000.00
James Darren Cooper	April 17, 2009	\$50,000.00
Shawn McCall	April 28, 2009	\$100,000.00
Darwin Eldredge	May 5, 2009	\$28,000.00
Darwin Eldredge	May 14, 2009	\$9,237.00
Mike Cox	June 2, 2009	\$14,317.00
Jeanne Eldredge	June 15, 2009	\$40,000.00
Mark McGinnis	July 8, 2009	\$25,000.00
Beverly Fleming	July 13, 2009	\$400,000.00
James Darren Cooper	July 15, 2009	\$10,000.00
James Darren Cooper	July 15, 2009	\$17,950.00
James Darren Cooper	July 15, 2009	\$8,050.00

James Ashby	July 21, 2009	\$50,000.00
Frank H. Clemens	July 21, 2009	\$25,000.00
Kandace Jae Isam	July 21, 2009	\$50,000.00
Kandace Jae Isam	July 21, 2009	\$90,000.00
John P. and Xenia Sebastian	July 21, 2009	\$50,000.00
Gary L. Dalrymple	July 27, 2009	\$15,000.00
Kenny Family Living Trust	July 31, 2009	\$50,000.00
Richard and Carol Quint	July 31, 2009	\$15,000.00
Jimmy E. Linton	August 12, 2009	\$55,000.00
Brad L. Carver	August 28, 2009	\$30,000.00
Sharon Garwood	August 28, 2009	\$20,000.00
Frank Murphy	September 4, 2009	\$50,000.00
Frank H. Clemens	September 8, 2009	\$360,000.00

and said Defendant committed fraud in connection with the sales and offers for sale of said securities by:

**PARAGRAPH ONE**

intentionally failing to disclose the profit and principal payments made to investors in the CMHC Investment Program were not generated from revenue and/or profits earned but instead were paid with funds received from other investors in the CMHC Investment Program; said information being a material fact; and

**PARAGRAPH TWO**

intentionally failing to disclose that funds invested by previous investors in the CMHC Investment Program were used to pay the personal expenses of the defendant and members of his family; said information being a material fact; and

**PARAGRAPH THREE**

intentionally failing to disclose the CMHC Investment Program was not earning sufficient profits to pay interest owed to investors in the CMHC Investment Program; said information being a material fact; and

**PARAGRAPH FOUR**

knowingly and intentionally representing the CMHC Investment Program was generating sufficient profit from the buying, rehabilitating, rental and selling of properties to meet the monthly interest payments as represented in

the investors' notes in the CMHC Investment Program; said information being a misrepresentation of a relevant fact; and

**PARAGRAPH FIVE**

knowingly and intentionally representing the CMHC Investment Program was paying interest payments to investors based on profits of the CMHC Investment Program; said information being a misrepresentation of a relevant fact; and


**PARAGRAPH SIX**

knowingly and intentionally representing that the defendant would receive no compensation until one of the offerings within the CMHC Investment Program was fully funded, and that after such funding the defendant would only be compensated \$24,000.00 annually for his services in connection with said offering; said information being a misrepresentation of a relevant fact;

And all of said amounts were obtained pursuant to one scheme and continuing course of conduct, and the aggregate amount that was obtained was \$100,000.00 or more;

Against the peace and dignity of the State.

  
FOREPERSON OF THE GRAND JURY

**FILED**  
14 MAR 25 PM 2:45  
ANDREA STROH THOMPSON  
DISTRICT CLERK  
COLLIN COUNTY, TEXAS  
BY  DEPUTY