

BEFORE THE
DIVISION OF SECURITIES
DEPARTMENT OF FINANCIAL INSTITUTIONS
STATE OF WISCONSIN

In the Matter of
JEFFREY C. BUCK

PETITION FOR
ORDER

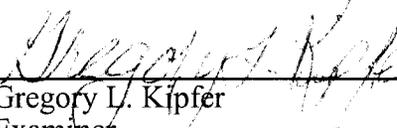
Respondent.

File No. S-99085(EX)

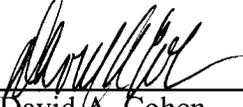
The staff of the Enforcement Unit, Registration & Enforcement Section, of the Division of Securities, Department of Financial Institutions, State of Wisconsin has conducted an investigation in this matter pursuant to sec. 551.56, Wis. Stats. and as a result thereof alleges as follows:

1. Jeffrey C. Buck ("Buck") is an individual with a last known business address is 7493 147th Street, Suite 204, Apple Valley, Minnesota and a last known residence address at 13828 Findlay Ave., Apple Valley, MN 55124.
2. At all times material hereto, Buck was a securities agent (CRD #2290116) employed by the securities firm of Sunset Financial Services, Inc.
3. In March 1997, Buck offered and sold viatical settlement contracts of Dedicated Resources, Inc. to two persons in Wisconsin.
4. In May 1997, Buck offered and sold "Promissory Notes" of GFI Financial, Inc., and Lifeblood Biomedical, Inc. to two persons in Wisconsin.
5. The "Promissory Notes" and viatical settlement contracts that Buck sold as described in Paragraphs 3 and 4 above are "securities" as defined in sec. 551.02(13)(a), Wis. Stats.
6. Buck admitted that he had not recorded the sale of the securities listed in Paragraphs 3 and 4 on the regular books or records of the broker-dealer which he represented.
7. Buck's broker-dealer did not approve of the offer and/or sale of the promissory notes or viatical settlement contracts by Buck or any of their agents.
8. Pursuant to DFI-Sec 4.06(2), Wis. Adm. Code, effecting any securities transaction not recorded on the regular books or records of the broker dealer which the agent represents, unless the transaction is disclosed to, and authorized in writing by, the broker-dealer prior to the execution of the transaction is deemed a "dishonest or unethical business practice" or "taking unfair advantage of a customer" by an agent" which provides a basis pursuant to sec. 551.34(1)(g), Wis. Stats., for the censure of a licensee.
9. The securities offered and sold by Buck, as described in Paragraphs 3 and 4, were not registered pursuant to Ch. 551, Wis. Stats.
10. Buck has violated sec. 551.21, Wis. Stats., by offering and selling unregistered securities in Wisconsin.

Therefore, the staff of the Enforcement Unit petitions the Administrator of the Division of Securities for the issuance of the attached Order pursuant to Ch. 551, Wis. Stats.



Gregory L. Kipfer Date
Examiner
Enforcement Unit



David A. Cohen Date
Supervising Attorney
Enforcement Unit