

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

In the Matter of
LESLIE J. HAMILTON, JR.,
a/k/a JOHN HALVORSEN,

PETITION FOR ORDER
of PROHIBITION and
REVOCAION

Respondent.

File No. S-97136 (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. Leslie J. Hamilton, Jr., a/k/a John Halvorsen (hereinafter referred to as "Hamilton"), is an adult male individual with a last known residence address of 72 Arberg Way, Mount Charleston, Nevada 89124-9132;
2. During the period of at least 1994 through 2001, Hamilton offered and sold securities to at least 75 persons in Wisconsin, directly and through sales agents employed by him, through a business operation called "Capital Collectibles" and similar names;
3. The securities referenced in Paragraph 2 above have never been registered for offer and sale in Wisconsin pursuant to Ch. 551, Wis. Stats.;
4. Hamilton has violated sec. 551.21(1), Wis. Stats., by offering and selling unregistered securities in Wisconsin;
5. In connection with the offers and sales of securities described in Paragraphs 2 through 4 above, individual persons employed by Hamilton as sales agents transacted business in Wisconsin as securities "agents" for Hamilton, as that term is defined by sec. 551.02(2), Wis. Stats.;
6. At no time has any of the individual persons referenced in Paragraph 5 above been licensed as a securities agent for Hamilton pursuant to Ch. 551, Wis. Stats.;
7. Hamilton has violated sec. 551.31(2), Wis. Stats., by employing unlicensed securities agents to represent him in Wisconsin;
8. On June 25, 2001, the State of Wisconsin, by the District Attorney of Sheboygan County, issued a multi-count criminal complaint against Hamilton for fraud in the offers and sales of securities in violation of sec. 551.41(2), Wis. Stats., including some of the securities referenced in Paragraphs 2 through 4 above, which complaint remains pending;

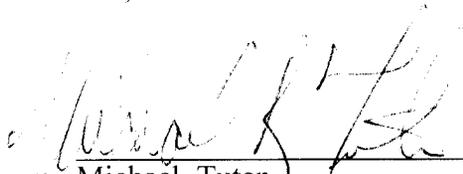
9. Upon information and belief, in connection with offers and sales of securities referenced in paragraphs 2 through 8 above, Hamilton, while promising return of principal plus profit, failed to disclose that he had other such investors to whom the same promises had been made but who had been unpaid despite the passages of the due dates for such payments;

10. The failures to disclose unpaid previous obligations as described in Paragraph 9 above constitute the failures by Hamilton to disclose material facts in connection with the offers and sales of securities in Wisconsin, and continuing violations by him of sec 551.41(2), Wis. Stats.;

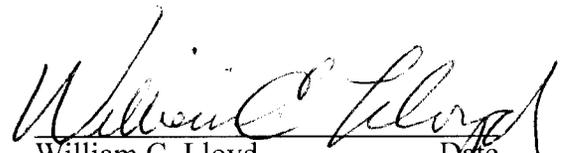
11. Upon information and belief, in connection with offers and sales of securities referenced in paragraphs 2 through 10 above, Hamilton claimed to offerees and purchasers that their investment accounts with him were insured by insurance companies, when in fact no insurance company insured the investors' "accounts" with him; and

12. The representations by Hamilton as to insurance as described in Paragraph 11 above constitute misrepresentations by him of material facts in connection with the offers and sales of securities in Wisconsin, and continuing violations by him of sec 551.41(2), Wis. Stats.;

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



Michael Tuten
Examiner
Enforcement Unit
Date 9-19-2001



William C. Lloyd
Staff Attorney
Enforcement Unit
Date 9/19/01