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

In the Matter of

PETITION FOR ORDER

TIMOTHY CARNEL LEWIS,
a/k/a CHRISTOPHER LONG,

Respondent.

File No. S-01045(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. Timothy Carnel Lewis, also known as Christopher "Chris" Long ("Lewis"), is an individual, with a date of birth of April 26, 1963, who at all times material hereto has been the principal and operator of the Angel Group, with a last known address at that of the Dane County Jail, 115 W. Doty Street, Madison, WI 53703.

2. Upon information and belief, during the period of 2000 and 2001, Lewis offered and sold to at least four persons in Wisconsin interests in an investment venture owned and operated by Lewis known as The Angel Group.

3. Although specific details varied from investment to investment, all the money invested by the persons in Wisconsin with Lewis in the Angel Group was to be re-invested by Lewis in a fund, owned and controlled by Lewis, to earn interest at a high rate which would be paid to the investors on a periodic basis, and in addition, The Angel Group would pay for various expenses of the investors, including credit card bills, real estate loan payments, and utility bills.

4. Upon information and belief, Lewis was assisted in his actions by certain individuals associated with The Angel Group, who received money from the investors and directed the investors as to how to handle their expenses pursuant to the instructions of Lewis.

5. Upon information and belief, the investors can play a passive role in the investment venture, and have no duties and responsibilities in obtaining a return on investment.

6. Upon information and belief, each investor will not be involved in the day-to-day management of the investment venture, since they do not have the expertise or experience necessary to perform its duties.

7. Since the investors will be involved in a common enterprise with the expectation of profits to be derived from the essential managerial efforts of others, the investment interests offered and sold by Lewis are investment contracts as defined by section

DFI-Sec. 1.02(6)(a), Wis. Adm. Code, and are therefore securities as defined by sec. 551.02(13), Wis. Stats.

8. The investment contracts have never been registered for offer or sale in Wisconsin pursuant to Ch. 551, Wis. Stats.

9. Lewis has violated sec. 551.21(1), Wis. Stats., by offering and selling unregistered securities in Wisconsin.

10. Upon information and belief, Lewis was convicted in 1992 of theft, theft by deception, and forgery, in the State of Illinois, and was sentenced to serve five years in prison for the offenses, and did serve three years in prison.

11. In connection with the offer of the securities described in Paragraph 2, Lewis omitted to disclose the conviction and imprisonment referred to in Paragraph 10

12. Lewis has violated sec. 551.41(2), Wis. Stats., by omitting to state a material fact necessary in order to make the statements made, in the light of the circumstances under which they are made, not misleading, in connection with the offer and sale of securities to persons in Wisconsin.

13. Upon information and belief, a warrant for the arrest of Lewis was issued on August 11, 1999 for burglary in Champaign County, Illinois.

14. In connection with the offer of the securities described in Paragraph 2, Lewis omitted to disclose the arrest warrant for burglary referred to in Paragraph 13.

15. Lewis has violated sec. 551.41(2), Wis. Stats., by omitting to state a material fact necessary in order to make the statements made, in the light of the circumstances under which they are made, not misleading, in connection with the offer and sale of securities to persons in Wisconsin.

16. Upon information and belief, during the offer and sale of securities to three of the persons in Wisconsin, referred to in Paragraph 2 above, Lewis represented that they would receive a return on investment based on the earnings of a business owed by Lewis named Eclipz Eyewear, LLC ("Eclipz"), which Lewis said was a going concern.

17. According to a statement made to examiners of the Division of Securities by one man associated with The Angel Group, the business of Eclipz is not operating but instead is "on hold."

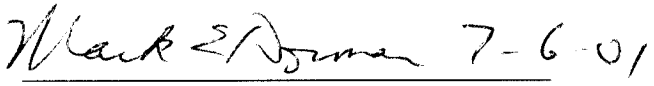
18. According to a statement made to an examiner of the Division of Securities by a man from Illinois who was listed as a co-manager of Eclipz with Lewis, the man invested in Eclipz with Lewis in early 1998 in the amount of $5,000 to purchase sunglasses inventory for Eclipz, shortly after which Lewis disappeared, along with the inventory, and thereafter the man had no further contact with Lewis and/or Eclipz.

19. According to records of the Illinois Secretary of State, Eclipz was dissolved in May 2000 for failure to file necessary fees and documents.

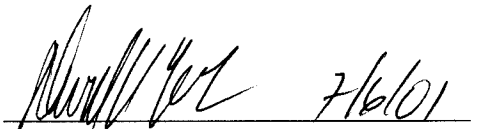
20. The representation of Lewis that Eclipz is a going concern which will pay a return on investment, when, upon information and belief, Eclipz did no real business after 1998, is a misrepresentation of a material fact.

21. Lewis has violated sec. 551.41(2), Wis. Stats., by making an untrue statement of a material fact in connection with the offer and sale of securities to persons 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.



Mark E. Dorman Date
Examiner
Enforcement Unit



David A. Cohen Date
Supervising Attorney
Enforcement Unit