

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

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In the Matter of  
DALE R. MACHALLECK,

Respondent

File No. S-00280(EX)

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CONSENT ORDER OF PROHIBITION AND REVOCATION

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This matter is before the Division of Securities based upon the Petition for Order filed December 7, 2001; the Summary Order of Prohibition and Revocation executed December 11, 2001; the appeal of that Order by Respondent; and the stipulation of the parties dated July 2002, to resolve the matter in the form of a permanent order. Based on the aforesaid submissions, I find that entry of this Order is necessary and appropriate in the public interest and for the protection of investors:

Pursuant to secs. 551.60(2)(a) and 551.63, Wis. Stats.,

IT IS ORDERED THAT:

- a. Dale R. Machalleck, his agents, servants, employees, and every entity and person directly or indirectly controlled or organized by or on his behalf, are prohibited from making or causing to be made to any person or entity in Wisconsin any further offers or sales of securities unless and until such securities are registered under Ch. 551, Wis. Stats., or successor statute.
- b. All exemptions from registration set forth in Ch. 551, Wis. Stats., or successor statute, that might otherwise apply to any offer or sale of any security of or by Dale R. Machalleck, his agents, servants, employees, and every entity and person directly or indirectly controlled or organized by or on his behalf, are hereby revoked.
- c. Dale R. Machalleck, his agents, servants, employees, and every entity and person directly or indirectly controlled or organized by or on his behalf, are prohibited from violating sec. 551.41, Wis. Stats., or successor statute.
- d. Dale R. Machalleck shall resolve his civil liability under sec. 551.59, Wis. Stats., resulting from the unlawful sales of securities described in the

Petition for Order prior to filing an application for securities agent license in Wisconsin.

- e. Upon proof submitted to the Division of Securities that; Dale R. Machalleck has resolved his civil liability under sec. 551.59, Wis. Stats., to the satisfaction of the complainants referenced in the Petition for Order; that Dale R. Machalleck has not violated this Order; and there are no other unresolved complaints within the jurisdiction of the Division of Securities against him and the Administrator of the Division of Securities finds that he is otherwise fit to resume the offer and sale of securities without requiring that the securities be registered; then this Order shall be reissued removing paragraphs b and d and modifying paragraph a to add "or exempted from such registration" at the end of the paragraph. The Division of Securities will make the determination of compliance with this paragraph upon submission of the necessary proof by Respondent, which determination will be subject to review pursuant to sec. 551.61, Wis. Stats.
- f. The Summary Order of Prohibition and Revocation issued by the Division on December 11, 2001 is hereby revoked and replaced with this order.

EXECUTED at Madison, Wisconsin this 30<sup>th</sup> day of July, 2002.

(SEAL)

  
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Patricia D. Struck  
Administrator

NOTICE:

You are advised that any willful violation of an Order issued by the Administrator of the Division of Securities of the State of Wisconsin Department of Financial Institutions under Ch. 551, Wis. Stats., is a criminal offense punishable under the provisions of sec. 551.58, Wis. Stats.