

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

In the Matter of
GRANITE FINANCIAL GROUP INC.
Respondent.

PETITION FOR ORDER

File No. S-02183-LX

The staffs of the Licensing & Compliance Bureau and the Enforcement Unit, Registration & Enforcement Bureau, of the Division of Securities, Department of Financial Institutions, State of Wisconsin have conducted an investigation in this matter pursuant to sec. 551.56, Wis. Stats. and as a result thereof allege as follows:

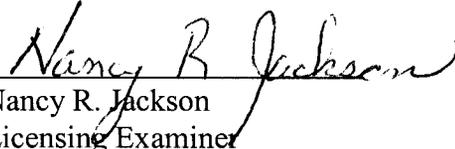
1. Granite Financial Group, Inc. ("Granite") is a broker-dealer (CRD #44732) with a last known address of 12230 El Camino Real, Suite 220, San Diego, California 92130;
2. On October 17, 2001, Granite applied through the CRD to become licensed as a broker-dealer in Wisconsin;
3. On October 22, 2001, the staff notified Granite of several items needed to complete its application and that those items must be filed by April 17, 2002 or the staff would ask the Administrator to deny its application;
4. On June 26, 2002, the staff sent a reminder letter to Granite giving it until July 7, 2002 to contact the staff;
5. On August 2, 2002, the staff sent a letter by certified mail again asking the firm to complete its application or withdraw its application by August 16, 2002;
6. To date, the staff has not received the information that it requested;
7. The failure of Granite to complete its application, as described above, provides a basis, pursuant to sec. 551.34(1)(a), Wis. Stats for the denial of its license application.

THEREFORE, the staffs of the Licensing & Compliance Bureau and the Enforcement Unit petition the Administrator for the issuance of the attached Order.

DATED this 26th day of September, 2002.



David A. Cohen
Supervising Attorney
Enforcement Unit



Nancy R. Jackson
Licensing Examiner
Licensing & Compliance Bureau