

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

In the Matter of
GREGORY A. ANDERSON,

PETITION FOR ORDER

Respondent.

File No. S-02002(EX)

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

1. Blackwolf Holdings, LLC (hereinafter referred to as "Blackwolf") is upon information and belief a foreign business entity with a last known business address at 2525 Washington Street, Manitowoc, Wisconsin 54220;
2. Gerald J. "Jay" Stock (hereinafter referred to as "Stock") is an individual, who, upon information and belief, at all times material hereto, was an owner and controlling person of Blackwolf;
3. Stock has a date of birth of January 1, 1967, was previously licensed as a securities agent by the Division of Securities from 1993 to 1999, and has a CRD number of 2369601, and has a last known home at 851 Summit Street, Manitowoc, Wisconsin 54220;
4. Kevin W. Lynds (hereinafter referred to as "Lynds") is an individual, who, upon information and belief, at all times material hereto, was an owner and controlling person of Blackwolf;
5. Lynds has a date of birth of August 14, 1957, a CRD number of 1744609, and was licensed as a securities agent from 1988 to 1999 in Texas, and has a last known home address at 2036 Peachtree Lane, Wichita Falls, Texas 76308;
6. Gregory A. Anderson, (hereinafter referred to as "Anderson"), is an individual, who, upon information and belief, at all times material hereto, was a certified public accountant, with a last known business address of 429 N. 9th Street, Manitowoc, Wisconsin 54220-4092;
7. Upon information and belief, during the period of 2000, Stock and Lynds, on behalf of Blackwolf, offered and sold to persons in Wisconsin interests in so-called "High Yield Trading Programs" of Blackwolf, one named Intercoastal Group LLC and one named Intercoastal Group II LLC (hereinafter referred to as "the Programs");
8. According to information provided by Anderson to staff of the Division of Securities, Anderson received payments from Blackwolf when persons in Wisconsin that he referred to Stock invested in the Programs;
9. According to copies of documents of the Programs, provided to a person in Wisconsin who invested in the Programs, entitled "Operating Agreement," "... The business affairs of the Company shall be managed by ...Blackwolf ...;"
10. Upon information and belief, investors can play a passive role in the programs with no duties and responsibilities;

