

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

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In the Matter of  
INROCK, LTD., CAROLE A. GAVIC,  
CHARLES HARLON GAVIC, MARK H. GAVIC,  
and KENNETH BAYLOR,

PETITION FOR ORDER

Respondents.

File No. S-01198(EX)

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The staff of the Enforcement Unit, Bureau of Registration & Enforcement, 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. Inrock, Ltd. ("Inrock") is a foreign business entity with a last known business address of 4215 E. State St., Ste. 105, Rockford, Illinois 61108.
2. Carole A. Gavic ("Carole") is an individual who at all times material hereto has been President of Inrock, with a last known business address at that of Inrock, and a last known residence address of 6004 Brimfield La., Loves Park, IL 61111.
3. Charles Harlon Gavic (DOB 1/20/40) ("Harlon") is an individual who at all times material hereto has been Treasurer of Inrock, with a last known business address at that of Inrock, and a last known residence address of 6004 Brimfield La., Loves Park, IL 61111.
4. Mark H. Gavic ("Mark") is an individual with a last known business address at that of Inrock, and a last known residence address of 410 Sunbeam Ct., Stillman Valley, IL 60184.
5. Kenneth Baylor ("Baylor") is an individual with a last known residence address of 6938 Sentinel Rd., Rockford, IL 61107.
6. Gerald E. Sonneson (DOB 9/30/42; CRD #1627884) ("Sonneson") is an individual who at all times material hereto has been an agent of Inrock, Harlon and Carole, with a last known business and residence address of N2873 Cty Trk B, Kewaunee, WI 54216.
7. At all times material hereto, Sonneson was an insurance agent licensed by the Office of the Wisconsin Commissioner of Insurance.
8. During the period of 1998 and 1999, Sonneson, on behalf of the Respondents, offered and sold the unsecured promissory notes of Inrock to at least seven persons in Wisconsin in the aggregate amount of over \$134,000.
9. The Inrock notes promised interest of 25% in 6 months and listed the obligors as Harlon, Mark and Baylor.
10. Upon information and belief, the Inrock promissory notes purchased by at least two persons in Wisconsin, as described in Paragraph 8, have come due and have not been repaid, despite the due dates having passed.

