

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

In the Matter of

PETITION FOR ORDER

HANDLETON MANAGEMENT SERVICES
TRUST, and MICHAEL K. MULLEN,

File No. S-209700(EX)

Respondents.

The staff of the State of Wisconsin, Department of Financial Institutions, Division of Securities, has conducted an investigation in this matter pursuant to § 551.56, Wis. Stats.,¹ and as a result thereof alleges as follows:

1. Michael Kevin Mullen ("Mullen") is an individual, born in April 1950, who at all times material hereto was an owner, officer, and/or controlling person of Handleton, and resided at 262 Eastgate Drive #386, Aiken, South Carolina 29802.
2. Handleton Management Services Trust ("Handleton") is purportedly a Bahamian business entity which offers high yield investment programs with a last known business address of PO Box N-1836, Suite A-233, Nassau, Bahamas; however, they are not listed as a registered entity with the Securities Commission of the Bahamas.
3. In 2000, Mullen offered and sold investments in a high yield investment programs through Handleton to at least one person in Wisconsin: The Preferred Platinum Growth Fund, promising high yield interest at 1-2% per month compounded, as well as the ability to receive monthly cash payments and the Hoccabella Trading System.
4. The investments in these high yield investment programs are investment contract securities as defined in § 551.02(13), Wis. Stats., and § DFI-Sec. 1.02(6), Wis. Admin. Code.
5. To date, the Wisconsin investor has been unable to obtain a return of her principal from Mullen.
6. Upon information and belief, Mullen commingled the funds the investors invested in Handleton with his personal funds, and using the investment funds for his personal use, and never invested the funds as represented to the investors.
7. By engaging in the conduct described above in connection with the offers and sales of securities to the Wisconsin investor, Mullen has violated § 551.41(3), Wis. Stats., by engaging in an act, practice or course of business which operates or would operate as a fraud or deceit upon any person.
8. In April 2007, Mullen was arrested in Austria and extradited to Alabama to face criminal charges for Handleton transactions involving investors in the State of Alabama.

¹ Unless otherwise noted, all statutory references are to the Wisconsin Statutes (2005-06), which were in effect at the time of the violations alleged herein and apply pursuant to § 551.703, Wis. Stats. (2007-08).

9. According to a Sentencing Order of the Circuit Court of Tuscaloosa County, Alabama, of April 12, 2012, Mullen pleaded guilty to two counts of § 8-6-17 of the Code of Alabama,² was sentenced to 10 years in prison and ordered to pay restitution of \$323,885.65 to the Alabama investors.

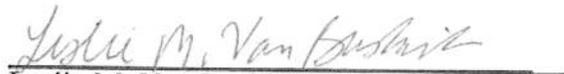
10. Upon information and belief, the transactions with the Alabama investors for which Mullen was extradited, convicted and sentenced are substantially the same as those involving the Wisconsin investor.

Therefore, the staff of the Bureau of Enforcement petitions the Administrator of the Division of Securities for the issuance of the attached Order pursuant to Ch. 551, Wis. Stats.

Dated this 18th day of June, 2012.



Mark Dorman
Senior Examiner
Bureau of Enforcement



Leslie M. Van Buskirk
Attorney Supervisor
Bureau of Enforcement

² Section 8-6-17(a) of the Alabama Code is virtually identical to § 551.41, Wis. Stats.