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

In the Matter of ROSS KAMAT	PETITION FOR ORDER
Respondent.	File No. S-05093(EX)

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

1. Prairie Resources, Inc. ("Prairie") is a foreign business entity with a last known business address of 15950 N. Dallas Parkway, Suite 400, Dallas, Texas 75248;

2. Ross Kamat ("Kamat") is an individual who at all times material hereto has been an agent of Prairie, with a last known business address at that of Prairie;

3. During the period of May, 2005, Kamat, on behalf of Prairie, offered to at least one person in Wisconsin units of working interest in an oil and gas well lease;

4. The person in Wisconsin referred to above had no preexisting relationship with Kamat;

5. Upon information and belief, investors can play a passive role in the company with no duties and responsibilities;

6. Upon information and belief, each investor will not be involved in the day-to-day management of Prairie, since there are too many investors for them to each have any meaningful input, and they do not have the expertise or experience necessary to perform its duties;

7. Since the investors will be involved in a common enterprise with the expectation of profits to be derived from the essential managerial efforts of others, the "units of working interest" offered by Kamat are investment contracts as defined by section DFI-Sec. 1.02(6)(a), Wis. Adm. Code, and are therefore securities as defined by sec. 551.02(13), Wis. Stats.;

8. The Prairie investment contracts have never been registered for offer and sale in Wisconsin pursuant to Ch. 551, Wis. Stats.;

9. Kamat has violated sec. 551.21(1), Wis. Stats., by offering unregistered securities to a person in Wisconsin;

10. In connection with the offer of the securities described above, Kamat transacted business in Wisconsin as an "agent" for Prairie, as that term is defined by sec. 551.02(2), Wis. Stats.;

11. At no time has Kamat been licensed as a securities agent pursuant to Ch. 551, Wis. Stats.;

12. Kamat has violated sec. 551.31(1), Wis. Stats., by transacting business in Wisconsin as a securities agent without a license;

13. On February 4, 2005, the Division issued an Order of Prohibition and Revocation (Summary) against Prairie, and others;

14. In connection with the offer of the securities described above, Kamat omitted to disclose the issuance of the Order of Prohibition and Revocation (Summary) referred to above;

15. Kamat has violated sec. 551.41(2), Wis. Stats., by omitting to state a material fact necessary in order to make the statements made, in the light of the circumstances under which they are made, not misleading, in connection with the offer of securities to a person in Wisconsin; and

16. Staff of the State of Wisconsin, Department of Financial Institutions, Division of Securities, wrote to Kamat to request information and documents concerning his securities-related transactions with persons in Wisconsin, but to date have received no response.

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

10-7-05

Mark E. Dorman — Date
Examiner

10/11/05

David A. Cohen — Date
Supervising Attorney