STATE OF ALABAMA
ALABAMA SECURITIES COMMISSION

IN THE MATTER OF:

AMERICAN MILLENNIUM CORPORATION, INC.

JACK AUGSBACK & COMPANY, LLC

RESPONDENTS

ADMINISTRATIVE ORDER NO. CD-2001-0003

CEASE AND DESIST ORDER

The Alabama Securities Commission ("Commission"), having the power to administer and provide for the enforcement of all provisions of Title 8, Chapter 6, Code of Alabama 1975, the Alabama Securities Act, upon due consideration of the subject matter hereof, and having confirmed information of the offers for sale and/or sale of securities, into, within or from the state of Alabama, has determined as follows:

RESPONDENTS

1. AMERICAN MILLENNIUM CORPORATION, INC. ("RESPONDENT AMCI") is represented to be a New Mexico corporation, with a business address of 1010 10TH Street, Suite 100, Golden, CO 80401.

2. JACK AUGSBACK & COMPANY, LLC ("RESPONDENT AUGSBACK"), is represented to be an Investment Banking and Asset Management limited liability company, with a business address of 580 Village Boulevard, Suite 140, West Palm Beach, FL 33409.

STATEMENT OF FACTS

3. On September 12, 2000, a notice filing, pursuant to Rule 506 of Regulation D, was filed with the Commission on behalf of RESPONDENT AMCI. Review of the application disclosed that RESPONDENT AMCI reflected on the Form D that RESPONDENT AUGSBACK "....has been selected for the sale of securities as broker-dealer for the offering, and that a sale of $12,500 of RESPONDENT AMCI's
securities had been sold to an accredited Alabama investor. The application was
deficient in that RESPONDENT AMCI identified RESPONDENT AUGSBACK as its
broker-dealer in Alabama, when in fact RESPONDENT AUGSBACK was not registered
as a dealer or agent in the state of Alabama. On September 18, 2000, a deficiency
letter was dispatched to RESPONDENT AMCI, with advice of RESPONDENT
AUGSBACK's non-registration, and requesting that RESPONDENT AMCI furnish a list
of Alabama investors, their addresses, dates of transactions and fees earned by
RESPONDENT AUGSBACK for sales in the state of Alabama. No response was
received to this deficiency letter, and on October 24, 2000 a follow-up deficiency letter
was dispatched to RESPONDENT AMCI (letter received by RESPONDENT AMCI on
October 30, 2000). No response was received to this deficiency letter and on
December 8, 2000, a voice mail message was left for the Executive Officer of
RESPONDENT AMCI, Andrew Cauthen, advising him that it was imperative that he
provide the commission staff with the requested information.

4. By letter, dated December 14, 2000, RESPONDENT AMCI provided a
response, but not the requested sales information required by the Commission's letters
of September 18, 2000 and October 24, 2000. RESPONDENT AMCI furnished a copy
of a letter from RESPONDENT AUGSBACK, dated November 10, 2000, in which Jack
Augsbuck of RESPONDENT AUGSBACK states that "This matter should have been
with Angel Investors, LLC, our broker-dealer affiliate who was licensed in
Alabama at the time of this sale. The paperwork and commissions should have
been allocated to Angel. We as a normal course of business, do not involve
individuals in any state, preferring instead to work mainly through off-shore
investment funds and larger institutions. To my knowledge we have neither
before nor after this transaction ever offered, sold or considered any such
transaction in the State of Alabama and will conduct any such sales in the future
through our licensed affiliate." RESPONDENT AMCI added that it has terminated
the services of RESPONDENT AUGSBACK; that it has closed the Rule 506 Private
Offering; has not and will not sell additional securities in the state of Alabama through a
broker-dealer or otherwise.
5. Review of the files of the Alabama Securities Commission disclosed no record of the registration of RESPONDENT AUGSBACK as a dealer or agent in the state of Alabama.

CONCLUSIONS OF LAW

6. RESPONDENT AMCI has allowed RESPONDENT AUGSBACK to offer its common stock to an Alabama resident and RESPONDENT AMCI paid a commission to RESPONDENT AUGSBACK. Neither RESPONDENT AUGSBACK nor its alleged affiliate, Angel Investors, LLC, were registered as securities dealers or agents in the state of Alabama, at the time of the sale or since that time.

7. The sale of securities by an unregistered dealer or agent in the state of Alabama is a violation of Section 8-6-3(a), Code of Alabama 1975., which cites “It is unlawful for any person to transact business in this state as a dealer or agent for securities unless he is registered under this article. It is unlawful for any dealer or issuer to employ an agent unless the agent is registered.”, and a violation of the Commission’s policy statement concerning Rule 506 Limited Offering Exemption filings which states “No commission, finders fee or other remuneration shall be paid or given, directly or indirectly, to any person for soliciting any prospective purchaser in this state, unless such person is registered as a broker-dealer agent in this state pursuant to Code of Alabama 1975, Section 8-6-3.”

This Order does not prevent the Alabama Securities Commission from seeking such other civil or criminal remedies that are available to it under the Alabama Securities Act.

This Order is appropriate in the public interest for the protection of investors and is consistent with the purposes of the Alabama Securities Act.
ACCORDINGLY, IT IS HEREBY ORDERED that RESPONDENTS AMCI and AUGSBACK, immediately CEASE AND DESIST from further offers or sales of any security into, within or from the state of Alabama.

Entered at Montgomery, Alabama, this ___ day of January, 2001.

ALABAMA SECURITIES COMMISSION  
770 Washington Avenue, Suite 570  
Montgomery, AL 36130-4700  
(334) 242-2984

BY:

JOSEPH P. BORG  
Director