STATE OF ALABAMA
ALABAMA SECURITIES COMMISSION

IN THE MATTER OF:                  

VIATIONAL & ELDERLY SETTLEMENT PROVIDERS, LLC
RONALD J. CHANCELLOR

ADMINISTRATIVE ORDER NO. CO-2001-0018

RESPONDENTS

CONSENT 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


2. Ronald J. Chancellor, ("RESPONDENT CHANCELLOR") is an Agent of Respondent VESPER, with a business address of 3210 Grace Street NW, Washington, D.C. 20007.

STATEMENT OF FACTS

3. The Commission is in receipt of information disclosing that Respondent VESPER is engaged in the offer and/or sale of securities in the form of Investment Contracts involving Viatical Contracts ("Contracts") into and within Alabama, and from Washington D.C.

4. The VESPER documents represented the following:
   a) Investors can earn from 28% to 70% on two to five year investments;
   b) Low Risk – high return investments
   c) No loss of principal
   d) 10% Commissions paid to the investment agent
   e) Approved for IRA’s, SEP’s and 401k’s
   f) Top rated insurance companies
5. A review of the registration and exemption files of the Alabama Securities Commission disclosed no record of registration or any exemption filing for the Contracts offered and sold by Respondent VESPER. Additionally, no record could be located for the registration of Respondent CHANCELLOR as an Agent of VESPER in Alabama.

CONCLUSIONS OF LAW

6. The Contracts offered and/or sold by Respondent VESPER, to public investors in the state of Alabama, are securities as defined under § 8-6-2(10) Code of Alabama 1975.

7. Respondents are not registered as dealers or agents in the state of Alabama. Transacting business in the state of Alabama as a dealer or agent while unregistered is a violation of § 8-6-3(a), Code of Alabama 1975.

WHEREAS, the Respondents acknowledge and agree that the foregoing allegation are true.

WHEREAS, the Respondents have agreed to waive all rights to a hearing concerning the allegations set forth above;

WHEREAS, the Commission and the Respondents find that the entry of this Consent Order is necessary, appropriate, in the public interest for the protection of investors, and consistent with the purposes fairly intended by the policy and provisions of the Alabama Securities Act; and

WHEREAS, the Commission and the Respondents are desirous of settling this matter by means of Consent, as hereafter set forth and agree to the entry of this Consent Order,

ACCORDINGLY, IT IS HEREBY ORDERED:

1. That order number CD-2001-0018 is hereby vacated.

2. That Respondent Viatical & Elderly Settlements Providers, LLC shall remit the Alabama Securities Commission an administrative assessment in the amount of $500.00, in accordance with Section 8-6-19(j)(1) of the Code of Alabama, 1975. Said assessment shall be tendered to the Commission in the form of certified funds contemporaneously with the entry of this Consent Order.

3. That Respondent Viatical & Elderly Settlements Providers, LLC shall remit the Alabama Securities Commission, $250.00 as partial reimbursement of the Commission’s cost of its investigation of this
matter, in accordance with Section 8-6-19(k)(1) of the Code of Alabama, 1975. Said partial reimbursement shall be tendered to the Commission in the form of certified funds contemporaneously with the entry of this Consent Order.

4. That the entry of this Consent Order resolved the Cease and Desist Order No. CD-2001-0018

AGREED AND CONSENTED to this the 31st day of July, 2002.

RESPONDENT
VIATIONAL & ELDERLY SETTLEMENT PROVIDERS, LLC

BY: [Signature]
TITLE: [Title]

APPROVED AND ORDERED this the 3rd day of August, 2002.

JOSEPH P. BORG
Director
ALABAMA SECURITIES COMMISSION
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