

STATE OF ALABAMA
ALABAMA SECURITIES COMMISSION

IN THE MATTER OF:)
)
ED DEERMAN)
DANNY INGRAM)
)
 RESPONDENTS)

ADMINISTRATIVE ORDER
NO. CO-2001- 0035

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 ("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. ED DEERMAN ("RESPONDENT DEERMAN") is a principal partner in Alabama Sand LLP with a business address of D & I Mining, 178 Cora Lane, Sylacauga, AL 35150.

2. DANNY INGRAM ("RESPONDENT INGRAM") is a principal partner in Alabama Sand LLP with a business address of 89 Gambrell Ingram Lane, Cropwell, AL 35054.

STATEMENT OF FACTS

3. The Commission is in receipt of information that RESPONDENTS DEERMAN AND INGRAM offered for sale from the State of Alabama partnership interests in Alabama Sand LLP, via multiple websites on the Internet.

4. Review of the files of the Commission disclosed no record of the registrations of RESPONDENTS DEERMAN or INGRAM as securities dealers in the State of Alabama.

5. Review of the files of the Commission disclosed no record of registration, nor an exemption from registration, of the securities of RESPONDENTS DEERMAN or INGRAM.

6. On May 23, 2001, a Cease and Desist Order was issued alleging that RESPONDENTS violated Section 8-6-3, Code of Alabama 1975, by transacting securities activities in the State of Alabama while unregistered as a dealer or agent, and Section 8-6-4, Code of Alabama 1975, by selling unregistered, non-exempt securities.

7. By a letter dated May 31, 2001, RESPONDENTS DEERMAN and INGRAM responded to the Cease and Desist Order by requesting an informal hearing.

8. An informal hearing was held on July 19, 2001 in the office of the Commission and was attended by RESPONDENTS DEERMAN and INGRAM, INGRAM'S WIFE, SENIOR SPECIAL AGENT MIKE FOLEY, COMMISSION ATTORNEY RANDY MCNEILL and SPECIAL AGENT JACK ROBISON. RESPONDENTS DEERMAN and INGRAM denied having any knowledge of sales, or attempts to sell, securities of Alabama Sand LLP.

9. Sworn, notarized statements dated July 25, 2001 in which RESPONDENTS DEERMAN and INGRAM denied having any knowledge of sales, or attempts to sell, securities of Alabama Sand LLP, were received by mail at the Commission office.

CONCLUSIONS OF LAW

10. RESPONDENTS are not registered nor exempt from registration as a dealer or agent in the state of Alabama.

11. Transacting business in the state of Alabama as a dealer or agent, without benefit of registration or exemption from registration, is a violation of Section 8-6-3(a), Code of Alabama 1975.

WHEREAS, RESPONDENTS have provided information that effectively states that they had no part in the placing of the investor solicitation on the internet for Alabama Sand LLP; that RESPONDENTS understand the Commission relied upon such information and assertions in its determination to accept this Order, and that should information or assertions prove to be incorrect or misrepresented, the Commission may seek such other administrative, civil or criminal remedies that may be available to it under the provisions of the Act.

WHEREAS, RESPONDENTS have voluntarily waived all rights to a hearing upon entry of this Order, and have consented to the entry of this Order, and

WHEREAS, the Commission finds this Order necessary and appropriate in the public interest for the protection of investors, and consistent with the purposes fairly intended by the policy and provisions of the Act, and

WHEREAS, the Commission and RESPONDENTS are desirous of settling this matter as hereafter set forth and agree to the entry of this Order.

ACCORDINGLY, IT IS HEREBY ORDERED:

1. That RESPONDENTS shall, until such time as properly registered in the state of Alabama, refrain from effecting securities transactions into, within or from the state of Alabama.

2. That the entry of this Order resolves the Cease and Desist Order, Administrative Order No. CD-2001-0035, issued May 23, 2001 to RESPONDENTS DEERMAN and INGRAM only.

AGREED AND CONSENTED to on dates indicated:

RESPONDENTS:

ED DEERMAN

BY: Ed Deerman
DATE: 8/17/2001

DANNY INGRAM

BY: Danny Ingram
DATE: 8/17/01

APPROVED AND ORDERED this 27th day of August, 2001

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

BY:

Joseph P. Borg
JOSEPH P. BORG
Director

