

STATE OF ALABAMA  
ALABAMA SECURITIES COMMISSION

IN THE MATTER OF: )  
SPARKLE SPRING WATER, INC. )  
EDWARD M. CHAPMAN )  
RESPONDENTS )  
ADMINISTRATIVE ORDER  
NO. CD-2004-0009

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 ("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. SPARKLE SPRING WATER, INC. ("SSW, INC.") is an Georgia company, with a business address of 9060 Highway 225 North, Chatsworth, Georgia 30705-5960.
2. EDWARD M. CHAPMAN ("CHAPMAN") is the owner of SPARKLE SPRING WATER, Inc. with a business address of 9060 Highway 225 North, Chatsworth, Georgia 30705-5960.

STATEMENT OF FACTS

3. Information made available to the Commission indicates that CHAPMAN sold shares of SSW, INC. stock totaling \$499,999.99 from February 2003 to March 2003, to five (5) investors in Alabama. CHAPMAN is not registered as a Securities Agent or Dealer in the state of Alabama.

4. A review of the files of the Alabama Securities Commission Registration Division disclosed no record of registration nor exemption from registration of the stock of SSW, Inc.

5. SSW, INC. failed to fully comply with no less than eight (8) written requests by the Commission for information to substantiate the claimed exemption from registration.

#### CONCLUSIONS OF LAW

6. CHAPMAN is not registered, nor exempt from registration as a Dealer or Agent in the state of Alabama. 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.

7. SSW, INC. has failed to prove the offer/sale of securities issued by the company qualifies for an exemption from registration. The burden of proving an exemption, or an exception from a definition, is upon the person claiming it, as stated in Section 8-6-30, Code of Alabama 1975.

8. The stock of SSW, INC. is neither registered nor exempt from registration in the state of Alabama. The sale of unregistered securities, in the state of Alabama is a violation of Section 8-6-4, Code of Alabama 1975.

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

This Order is appropriate in the public interest for the protection of investors and is consistent with the purposes of the Act.

**ACCORDINGLY, IT IS HEREBY ORDERED** that RESPONDENTS 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 30<sup>th</sup> day of April, 2004



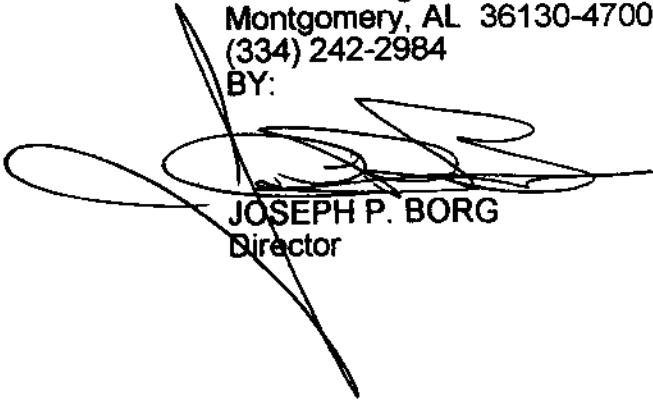
ALABAMA SECURITIES COMMISSION

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BY:

  
JOSEPH P. BORG

Director