

STATE OF ALABAMA
ALABAMA SECURITIES COMMISSION

IN THE MATTER OF:)	
)	
ALAN SCOTT DANIELS)	ADMINISTRATIVE ORDER
DANIELS CAPITAL CORPORATION)	NO.CD-2005-0001
)	
<u>RESPONDENTS</u>)	

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 offer and sale of securities into, within, or from the State of Alabama, has determined as follows:

RESPONDENTS

1. ALAN SCOTT DANIELS ("DANIELS"), is represented to be the president/owner of DANIELS CAPITAL CORPORATION, with a business address of 1141 Hibiscus Drive, Hoover, AL 35226.

2. DANIELS CAPITAL CORPORATION ("DANIELS CAPITAL"), is represented to be an Alabama Corporation with a business address of 1141 Hibiscus Drive, Hoover, AL 35226.

STATEMENT OF FACTS

3. DANIELS CAPITAL is a business that provides financial loan service to attorneys in which DANIELS solicited investment loans from investors to finance his business.

4. The Commission is in receipt of information that from January 8, 1999, through approximately October 29, 2004, DANIELS solicited and sold unregistered securities, to wit: investment contracts entitled DANIELS CAPITAL Investment Agreements and Promissory Notes to sixty-one (61) investors totaling \$3,171,145.00. Thirty-nine (39) of these investors were Alabama residents.

5. It was also discovered, that DANIELS assigned interest rates ranging from 12% - 24% per Annum to the different investors.

6. DANIELS CAPITAL investors relied on the expertise and managerial efforts of DANIELS to realize a profit from their DANIELS CAPITAL investments.

7. A review of the registration files of the Commission, disclosed no record of the registration for DANIELS or DANIELS CAPITAL, as a securities agent or broker dealer in the state of Alabama

8. A review of the registration files of the Commission, disclosed no record of registration, or exemption from registration, of the securities mentioned in paragraph 4 of DANIELS CAPITAL.

CONCLUSIONS OF LAW

9. DANIELS acted as a securities agent and/or broker dealer of DANIELS CAPITAL, by collecting funds from investors for the purpose of investing with an expectation of receiving a profit, without benefit of registration in violation of Section 8-6-3(a), Code of Alabama, 1975.

10. DANIELS offered/sold the securities of DANIELS CAPITAL, without benefit of registration in violation of Section 8-6-4(1), 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 Alabama Securities Act.

This Order is appropriate in the public interest for the protection of investors and consistent with the purpose of the Alabama Securities 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 1st day of January, 2005.



ALABAMA SECURITIES COMMISSION
770 Washington Street, Suite 570
Montgomery, Alabama 36130-4700
BY:

A large, stylized handwritten signature in black ink, which appears to read "Joseph P. Borg", is written over the printed name and title.

JOSEPH P. BORG
Director