# STATE OF ALABAMA ALABAMA SECURITIES COMMISSION

IN THE MATTER OF:	· )
INFINITY BUSINESS GROUP CLIFTON A BURDETTE	) ADMINISTRATIVE ORDER
	NO. CD – 2011- 0005
RESPONDENTS	and the second s

### **CEASE AND DESIST ORDER**

The Alabama Securities Commission ("Commission"), having authority to administer and provide for the enforcement of all provisions of Title 8, Chapter 6, <u>Code of Alabama 1975</u>, 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. INFINTIY BUSINESS GROUP ("IBG") is a Nevada Domestic Corporation with a business address of 140 Gibson Road, Suite B, Lexington, South Carolina 29072. The trustee of IBG currently has an address of P.O. Box 76 Columbia, South Carolina 29202.
- 2. CLIFTON A. BURDETTE ("BURDETTE") is an Alabama resident with a residential address of 4737 Maryland Avenue, Birmingham, Alabama 35210. BURDETTE is currently not registered with the State of Alabama in any capacity.

## STATEMENT OF FACTS

3. In September, 2005, BURDETTE approached and discussed investing in IBG with an Alabama resident. BURDETTE represented that IBG would soon be issuing an IPO and when this happened the stock price would more than double. IBG markets a check recovery system to customers who collects dishonored checks and sends them

to a processing center for collection efforts.

- 4. In September, 2005, the Alabama investor issued five cashier's checks from the investors South Trust Bank account totaling \$50,000.00 as evidence of the investment in IBG. For this investment the Alabama investor received forty-five thousand shares of IBG stock.
- 5. On September 28, 2005, IBG provided the Alabama investor with a licensing agreement and a shareholder agreement which identifies IBG as a check recovery company which assigns the investor an "Exclusive Territory". The territories are areas of the country where IBG has agreements with school districts to retrieve and collect on insufficient fund checks. The agreement states that along with shares of company stock the investor is entitled to receive residual commissions of \$2.00 for each check collected within their territory.
- 6. In May, 2007, from his home located in Alabama BURDETTE solicited a Tennessee investor in reference to investing in IBG. BURDETTE represented that by the end of 2008 the IBG stock would be valued at between \$12 to \$20 dollars per share.
- 7. On May 5, 2007, the Tennessee investor wire transferred \$50,000.00 from the investor's personal bank account to the South Carolina Bank account of IBG. For this investment the Tennessee investor received 40,000 shares of IBG stock.
- 8. On December 11, 2007, a Notice of Sale of Securities pursuant to Regulation D, Section 4(6), and/or Uniform Limited-Offering Exemption for the offering, Infinity Business Group, Inc., Common Stock, was filed with the United States Securities and Exchange Commission. On June 11, 2007, IBG notice filed with the state of Alabama a Regulation D Rule 506 filing. Records indicate that on March 17, 2009, IBG notice filed again.

9. On June 23, 2010, a review of the Alabama Securities Commission registration files disclosed no record of registration for BURDETTE as a Dealer, Agent, Investment Advisor, or Investment Advisor Representative in the state of Alabama.

#### **CONCLUSIONS OF LAW**

- 10. Pursuant to Section 8-6-2(10) <u>Code of Alabama 1975</u>, defines a stock share as a security. The offering made to the Alabama and Tennessee residents by Respondents is a security under the Act.
- 11. Pursuant to Section 8-6-2(2) <u>Code of Alabama 1975</u>, the definition of "Agent" includes any individual who represents a dealer or issuer in effecting or attempting to effect sales of securities. By soliciting and effecting sales of a stock shares involving IBG to the Alabama and Tennessee residents, BURDETTE acted as a securities "Agent" as determined in the Act.
- 12. Pursuant to Section 8-6-3(a) <u>Code of Alabama 1975</u>, it is unlawful for any person to transact business in the state as a dealer or agent for securities unless he is registered under the Act. BURDETTE acted as an agent of IBG while not being registered with the Commission in violation of the 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.

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

Additionally, if the allegations set forth herein are found to be true, through administrative adjudication, failure of the RESPONDENTS to make a timely request for hearing, or default of the RESPONDENTS, it is the intention of the Commission to

impose sanctions upon the RESPONDENTS. Such sanctions may include, inter alia, an administrative assessment imposed on RESPONDENTS, an additional administrative assessment for investigative costs arising from the investigation of the violation(s) described herein against RESPONDENTS, and a permanent order to bar RESPONDENTS from participation in any securities related industry in the state of ALABAMA.

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 23rd day of February , 2011.



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JOSEPH P. BORG

Director