

STATE OF ILLINOIS
SECRETARY OF STATE
SECURITIES DEPARTMENT

JAMES STEAD, Jr.)
(CRD 434193) and)
CLEAN TECHNOLOGY)
INTERNATIONAL CORPORATION)
_____)
Case No. 0900406

TO THE RESPONDENT:

JAMES STEAD, JR.
1005 HICKORY RIDGE COURT
FRANKFORT, ILLINOIS 60423

CLEAN TECHNOLOGY INTERNATIONAL CORPORATION
72 SHOSHONI DRIVE
SHERWOOD, ARKANSAS 72120

NOTICE OF HEARING

You are hereby notified that, pursuant to Section 11.F of the Illinois Securities Law of 1953 (815 ILCS 5/1, *et seq.*) (the "Act") and 14 Ill. Adm. Code 130, Subpart K (the "Rules"), a public hearing is scheduled to be held at 69 W. Washington Street, Suite 1220, Chicago, Illinois 60602, **on the 24th day of March, 2011**, at 10:00 a.m., or as soon thereafter as counsel may be heard, before **Soula Spyropoulos, Esq.**, or another duly designated Hearing Officer of the Secretary of State.

Said hearing will be held to determine whether an Order shall be entered Finding Respondent James Stead, Jr. in violation of the Act and granting such other relief as may be authorized under the Act including but not limited to the imposition of a monetary fine in the maximum amount of \$10,000.00 per violation pursuant to Section 11.F of the Act, for each and every violation, payable within ten (10) business days of the entry of the Order.

The grounds for such proposed action are as follows:

1. Respondent James Stead, Jr. ("STEAD"), CRD 434193, is a registered representative for a Broker/Dealer operating out of Chicago, Illinois. STEAD is a salesperson of securities registered with the Illinois Secretary of State.

13. Section 5 of the Act provides that all securities offered or sold in Illinois shall be registered with the Secretary of State prior to their offer or sale in Illinois.
14. Section 12.F of the Act provides that it shall be a violation of the Act for any person to engage in any transaction, practice or course of business in conjunction with the sale or purchase of securities which works or tends to work a fraud or deceit upon the purchaser or seller thereof.
15. Section 12.G of the Act provides that it shall be a violation of the Act for any person to obtain money or property through the sale of securities by means of any untrue statement of a material fact or any omission to state a material fact necessary in order to make the statements made, in the light of the circumstances under which they were made, not misleading.
16. Section 11. F(1) of the Act provides that, after notice and an opportunity for an administrative hearing, the Secretary of State may revoke the registration of a salesperson and prohibit the offer and sale of securities by a salesperson.
17. Section 11 E.(2) provides that the Secretary of State may prohibit any person from offering and selling securities in the State of Illinois if there is a finding that the person violated subsection C, D, E, F, G, H, I, J or K of Section 12 of the Act.
18. Section 11 E.(4) provides that in addition to any other sanction or remedy contained in Section 11 E. of the Act, the Secretary of State, after finding that any provision of the Act has been violated, may impose a fine not to exceed \$10,000.00 per violation and may charge as costs of investigation all reasonable expenses including attorney's fees and witness fees.

WHEREFORE the Illinois Securities Department requests the Hearing Officer to make a recommendation that:


1. Respondents offered and sold unregistered securities in the State of Illinois, in violation of Sections 5 and 12.A of the Act;
2. Respondents have violated Subsections A, F and G of Section 12 of the Act for each stock and note sold to Illinois Investors;
3. Respondent STEAD's registration as a salesperson of securities in the State of Illinois be revoked;
4. Respondents be permanently prohibited from offering and selling securities in Illinois;
and
5. Respondents are each fined \$10,000.00 for each violation of the Act.

You are further notified that you are required pursuant to Section 130.1104 of the Rules and Regulations (14 Ill. Adm. Code 130) (the "Rules"), to file an answer to the allegations outlined above within thirty (30) days of the receipt of this Notice. A failure to file an answer within the prescribed time shall be construed as an admission of the allegations contained in the Notice of hearing.

Furthermore, you may be represented by legal counsel; may present evidence; may cross-examine witnesses and otherwise participate. A failure to so appear shall constitute default, unless any Respondent has upon due notice moved for and obtained a continuance.

Delivery of Notice to the designated representative of any Respondent constitutes service upon such Respondent.

DATED: This 10th day of February, 2011.



JESSE WHITE
Secretary of State
State of Illinois

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