

**STATE OF ILLINOIS
SECRETARY OF STATE
SECURITIES DEPARTMENT**

IN THE MATTER OF:)	
)	
Frantz E. Vaneus,)	File Number: C1000238
)	
)	
)	

ORDER OF PROHIBITION

TO RESPONDENT: Frantz E. Vaneus
1550 North Lake Shore Drive
Unit #17B
Chicago Illinois 60610

WHEREAS, a Temporary Order of Prohibition was issued by the Illinois Secretary of State on August 4, 2010, temporarily prohibiting the Respondent from offering or selling securities in the State of Illinois for a maximum period of ninety (90) days.

WHEREAS, pursuant to Section 11.F of the Illinois Securities Law of 1953 [815 ILCS 5/1 *et. seq*] (the "Act"), the failure to request a hearing within thirty (30) calendar days of the entry of a Temporary Order of Prohibition shall constitute an admission of any facts alleged therein and constitute a sufficient basis to make the Temporary Order final.

WHEREAS, Respondent **Frantz E. Vaneus** has failed to request a hearing on the matters contained in the Temporary Order of Prohibition within thirty (30) calendar days of the entry of said Temporary Order and the Respondent is hereby deemed to have admitted the facts alleged in the said Temporary Order.

WHEREAS, the Secretary of State, by and through his duly authorized representative, has adopted the Findings of Fact contained in the said Temporary Order as the Secretary of State's Findings of act as follows:

Order of Prohibition

COUNT 1

FRAUD IN THE OFFER AND SALE OF SECURITIES
Misrepresentations and Omissions of Fact to Client

1. Respondent **Frantz E. Vaneus**, (“Respondent Vaneus”) is an individual at the last known addresses of 1550 North Lake Shore Drive, Unit #17B, Chicago Illinois 60610.
2. Investor A is a resident of Chicago, Illinois.
3. Respondent Vaneus met Investor A while they were both visiting New York City during the summer of 2009. Respondent Vaneus contacted Investor A occasionally after they each had returned to Illinois.
4. In or about March 2010, Respondent Vaneus told Investor A that he was a skilled investor in securities which he traded for his own account and for the accounts of others. Respondent Vaneus told Investor A that he could “make money” for her, too.
5. On or about March 12, 2010, Respondent Vaneus solicited \$13,500 from Investor A which he said he would invest on Investor A’s behalf in a securities account he would open at E*TRADE.
6. On or about March 12, 2010 Investor A gave Respondent Vaneus a personal check, made payable to Respondent Vaneus in the amount of \$13,500.
7. The activities in paragraphs 4-6 constitute the offer and sale of an investment contract and therefore a security as those terms are defined in Sections 2.1, 2.5 and 2.5a of the Act.
8. Investor A repeatedly requested documentation of the alleged E*TRADE account and/or any investments made on her behalf from Respondent Vaneus but Respondent Vaneus failed to provide Investor A with any such documentation.
9. Investor A contacted E*TRADE directly and was informed by E*TRADE that no account existed under Investor A’s name despite Respondent Vaneus’ representation that he would open an investment account on her behalf.
10. Investor A made several demands to Respondent Vaneus for the return of her \$13,500 investment.
11. Respondent Vaneus has made several promises to repay Investor A but has failed to do so.

Order of Prohibition

12. Section 12.F of the Act provides that it shall be a violation of the provisions of this Act for any person to engage in any transaction, practice or course of business in connection with the sale or purchase of securities which works or tends to work a fraud or deceit upon the purchaser or seller thereof.
13. Section 12.G of the Act provides that it shall be a violation of the provisions of this 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 light of the circumstances under which they were made, not misleading.
14. Section 12.I of the Act provides that it shall be a violation of the provisions of this Act for any person to employ any device, scheme or artifice to defraud in connection with the sale or purchase of any security, directly or indirectly.
15. By virtue of the foregoing, Respondent Vaneus violated Sections 12.F, 12.G and 12.I of the Act.

WHEREAS, the Secretary of State, by and through his duly authorized representative, has adopted the Conclusions of Law contained in the said Temporary Order as the Secretary of State's Conclusions of Law as follows:

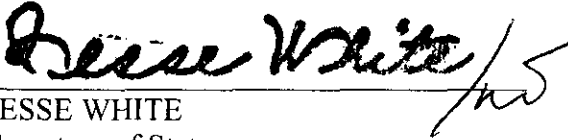
1. Respondent Frantz E. Vaneus violated Sections Sections 12.F, 12.G, 12.I of the Act.
2. Respondent Frantz E. Vaneus, is subject to, pursuant to Section 11.F of the Act, an Order which permanently prohibits him from offering or selling securities in the State of Illinois.

NOW THEREFORE IT IS HEREBY ORDERED THAT: pursuant to the authority granted by Section 11.F of the Act,

Order of Prohibition

1. **Respondent Vaneus** is hereby **PROHIBITED** from offering or selling securities in or from this State.

Dated: This 13th day of September, 2010.



JESSE WHITE
Secretary of State
State of Illinois

NOTICE: Failure to comply with the terms of this Order shall be a violation of Section 12.D of the Act. Any person or entity who fails to comply with the terms of this Order of the Secretary of State, having knowledge of the existence of the Order, shall be guilty of a Class 4 Felony.

This is a final order subject to administrative review pursuant to the Administrative Review Law, {735 ILCS 5/3-101 et seq} and the Rules and Regulations of the Illinois Securities Act, {14 Ill. Admin. Code Ch. 1, Section 130.1123}. Any action for Judicial Review must be commenced within thirty-five (35) days from the date a copy of this Order is served upon the party seeking review.

Attorney for the Secretary of State:

Lisa Michelle Kaplan
Enforcement Attorney
Illinois Securities Department
Office of the Secretary of State
69 West Washington Street, Suite 1220
Chicago, Illinois 60602
312-793-2960