

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

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<b>IN THE MATTER OF: ALEXANDER HOLDINGS LLC &gt;</b>	)	
<b>TERRENCE T. ALEXANDER</b>	)	<b>Case No. 0700229</b>
	)	

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**TEMPORARY ORDER OF PROHIBITION & SUSPENSION**

TO RESPONDENTS:            Terrence T. Alexander  
   4424 S. Indiana  
   Unit 3 South  
   Chicago, Illinois 60653

Alexander Holdings, LLC  
7919 S. Mozart  
Chicago, IL 60652

On information and belief, I, Jesse White, Secretary of State for the State of Illinois, through my designated representative, who has been fully advised in the premises by the staff of the Securities Department, Office of the Secretary of State, herein find:

1.     That Terrence T. Alexander, ("Alexander" or together with Alexander Holdings, LLC, "Respondents") is an individual whose last known address is 4424 S. Indiana, Unit 3 South, Chicago, Illinois 60653.
  
2.     That at all relevant times, Alexander was registered as a salesperson and investment advisor with the State of Illinois until November 7, 2007.
  
3.     That Alexander Holdings, LLC ("Alexander Holdings" or together with Terrence T. Alexander "Respondents") is a business entity with the last known address of 7919 S. Mozart, Chicago, Illinois 60652. Alexander is the sole member of Alexander Holdings.
  
4.     That on or around December 30, 2005, Respondents met with Illinois Investor, who is a senior citizen, and solicited from him a loan for \$29,000.00, for the purchase and rehabilitaion of property. The loan was to be secured by a promissory note.

5. That Alexander, at the time of the meeting on or around December 30, 2005, was Illinois Investor's personal investment representative at Chase Investment Services Corp.
6. That on or around December 30, 2005, Respondents collected the \$29,000.00 from Illinois Investor.
7. That in exchange for the \$29,000, Respondents secured the loan with a promissory note, which was signed by Alexander and Illinois Investor on December 30, 2005.
8. That the promissory note states that Respondents promised to pay the principal of the loan in full together with any accrued interest to Illinois Investor by the "maturity date" of January 1, 2007. Respondents were to pay interest to Illinois Investor quarterly, with the amount of each interest payment being \$375. Respondents were to make those payments quarterly until he had paid all of the principal and interest and any other charges that he owed under the note.
9. That Attachment 1 to the promissory note states that Respondents and Illinois Investor have agreed to the promissory note concerning borrowed funds for the purchase and rehabilitation of property, and that Illinois Investor will receive 30% of net revenue from sale of said properties.

**Failure to Register**

10. That the activities set forth in paragraphs 3 through 6 above constitute the offer and sale of a note, and therefore a security as those terms are defined at Sec. 2.1, 2.5, and 2.5a of the Illinois Securities Law of 1953 (815 ILCS 5) (the "Act").
11. That Section 5 of the Act states, *inter alia*, that all securities except those set forth under Section 2a of this Act, or those exempt under Section 3 of this Act, or those offered or sold in transactions exempt under Section 4 of this Act, or face amount certificate contracts required to be registered under Section 6 of this Act, shall be registered as hereinafter in this section provided, prior to their offer or sale in this State.
12. That Respondentd failed to file with the Secretary of State an application for registration of the security described above as required by the Act and that as a result the security was not registered pursuant to Section 5 of the Act prior to its offer and sale in the State of Illinois.
13. That Section 12.A of the Act provides it shall be a violation of the provisions of this Act for any person to offer or sell any security except in accordance with the provisions of this Act.
14. That Section 12.D of the Act provides, *inter alia*, that it shall be a violation of the provisions of this Act for any person to fail to file with the Secretary of State any

application, report or document required to be filed under the provisions of this Act or any rule or regulation made by the Secretary of State pursuant to this Act or to fail to comply with the terms of any order of the Secretary of State issued pursuant to Section 11 hereof.

**Fraud or Deceit/Misrepresentations or Omissions**

15. That Illinois Investor has not received the principal Respondents promised to pay on the note, nor has Illinois Investor received any of the promised interest payments.
16. That 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.
17. That 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 the light of the circumstances under which they were made, not misleading.
18. That Respondents failed to inform Illinois Investor of the risk to repayment of his principal and/or to receiving the quarterly interest payments.
19. That by virtue of the foregoing, Respondent has violated Sections 12.A, D, F, and G of the Act.
20. That Section 8.E(1)(g) of the Act provides, *inter alia*, that the registration of a salesperson or investment advisor may be suspended or revoked if the Secretary of State finds that such salesperson or investment advisor has violated any of the provisions of this Act.
21. That Section 8.E(3) of the Act provides, *inter alia*, that the Secretary of State may institute a suspension or revocation proceeding within two years after withdrawal became effective and enter a suspension or revocation order as of the last date on which registration was effective.
22. That Section 11.F(2) of the Act provides, *inter alia*, that the Secretary of State may temporarily prohibit or suspend the offer or sale of securities by any person, and temporarily prohibit or suspend the registration of a salesperson or investment advisor without notice and prior hearing, if the Secretary of State shall deem it necessary to prevent an imminent violation of the Act or to prevent losses to investors that will occur as a result of prior violations of the Act.
23. That the entry of this Temporary Order suspending the registrations as salesperson and investment advisor of Respondent Terrence T. Alexander, and prohibiting

Temporary Order of Prohibition & Suspension

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Respondents Terrence T. Alexander and Alexander Holdings , LLC, from offering or selling securities in the State of Illinois is in the public interest and for the protection of the investing public and is consistent with the purposes intended by the provisions of the Act.

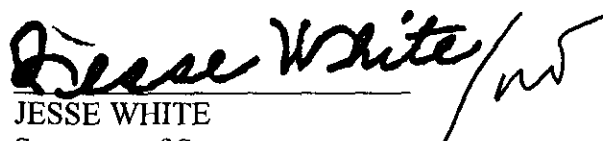
24. That the aforementioned findings are based upon credible evidence.

NOW THEREFORE IT IS HEREBY ORDERED THAT: pursuant to the authority granted by Section 11.F of the Act, Terrence T. Alexander and Alexander Holdings, LLC, his/their managers, officers and directors, agents, employees, affiliates, representatives, successors and assigns are **PROHIBITED** from offering or selling securities in or from this State until the further Order of the Secretary of State, and Terrence T. Alexander's registration as a person and investment advisor are **TEMPORARILY SUSPENDED**.

NOTICE is hereby given that Respondents may request a hearing on this matter by transmitting such request in writing to the Director, Illinois Securities Department, 69 West Washington Street, Suite 1220, Chicago, Illinois 60602. Such request must be made within thirty (30) calendar days of the date of entry of the Temporary Order of Prohibition & Suspension. Upon receipt of a request for hearing, a hearing will be scheduled as soon as reasonably practicable. A request for hearing will not stop the effectiveness of this Temporary Order and will extend the effectiveness of this Temporary Order for sixty days from the date the hearing request is received by the Department.

FAILURE BY ANY RESPONDENT TO REQUEST A HEARING WITHIN THIRTY (30) CALENDAR DAYS AFTER ENTRY OF THIS TEMPORARY ORDER OF PROHIBITION SHALL CONSTITUTE AN ADMISSION OF ANY FACTS ALLEGED HEREIN AND SHALL CONSTITUTE SUFFICIENT BASIS TO MAKE THIS TEMPORARY ORDER OF PROHIBITION FINAL.

Dated: This 6<sup>th</sup> day of March 2008.

  
JESSE WHITE  
Secretary of State  
State of Illinois

Jay A. Biondo  
Enforcement Attorney  
Illinois Securities Department  
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