

STATE OF ILLINOIS  
SECRETARY OF STATE  
SECURITIES DEPARTMENT

IN THE MATTER OF: SUMMERFIELD OIL & GAS )  
DEVELOPMENT CORPORATION ) FILE NO. C0600587  
and MICHAEL PEARMAN )

**TEMPORARY ORDER OF PROHIBITION**

**TO RESPONDENTS:** SUMMERFIELD OIL & GAS DEVELOPMENT  
CORPORATION  
17810 SE 108<sup>th</sup> Court  
Summerfield, Florida 34491

MICHAEL PEARMAN  
17810 SE 108<sup>th</sup> Court  
Summerfield, Florida 34491

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 finds:

**BACKGROUND FACTS**

1. Respondent, Michael Pearman, (hereinafter "Pearman" or collectively with (Summerfield "Respondents")) has a last known address of 17810 SE 108<sup>th</sup> Court, Summerfield, Florida 34491.
2. Respondent, Summerfield Oil & Gas Development Corporation, (hereinafter "Summerfield" or collectively with (Michael Pearman "Respondents")) has a last known address of 17810 SE 108<sup>th</sup> Court, Summerfield, Florida 34491.
3. At all times relevant to this Temporary Order of Prohibition, Respondent Pearman was a control person of Respondent Summerfield.
4. Investor is an Illinois resident.

**Count I: Failure to Register Securities**

5. In or around September 2005, Respondent Pearman cold-called Investor soliciting him to invest in Respondent Summerfield.
6. Respondent Pearman offered to sell to Investor an undivided 3.125 percent "working interest" per well per year and a 2.5 percent "net revenue interest" per well per year, in Respondent Summerfield's drilling program, for the sum of \$14,250.00 per unit.
7. On or about November 8, 2005, Investor gave to Respondents a check in the amount of \$14,250.00, for an undivided 3.125 percent "working interest" per well per year and a 2.5 percent "net revenue interest" per well per year in Respondent Summerfield's drilling program.
8. A few months after making the investment, Investor telephoned Respondent Pearman to check on the status of his investment, Respondent Pearman told Investor that drilling should begin in a few months.
9. In early 2006, Investor telephoned Respondent Pearman regarding the status of his investment. Respondent Pearman told Investor he was in the hospital but that drilling should begin soon.
10. After several months, Investor again telephoned Respondent Pearman concerning the progress of drilling and the status of Investor's investment. Respondent Pearman told Investor not to worry that he had to get more investors and that drilling would begin soon.
11. To date, Investor has not received any monies from his investment, either in profits or as a refund and Respondent Pearman continues to fail and refuses to provide Investor with the status of his investment.
12. The activities described above constitute the offer and sale of a fractional undivided interest in oil, gas or other mineral lease, and therefore a security, as those terms are defined in Sections 2.1, 2.5, and 2.5a of the Illinois Securities Law of 1953 [815 ILCS 5] (the "Act").
13. Section 5 of the Act provides, *inter alia*, that all securities except those exempt under Section 3 or those offered or sold in transactions exempt under Section 4 shall be registered either by coordination or by qualification prior to their offer or sale in the State of Illinois.
14. Respondents failed to file with the Secretary of State an application for registration of the securities described above as required by the Act and that as a

Temporary Order of Prohibition

result the security was not registered pursuant to Section 5 of the Act prior to its offer in the State of Illinois.

15. Section 12.A of the Illinois Securities Law of 1953, 815 ILCS 5/1 *et seq.*, (the “Act”) states that 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.”
16. Section 12.D of the Illinois Securities Law of 1953, 815 ILCS 5/1 *et seq.*, (“the Act”) provides, *inter alia*, that it shall be a violation of the Act 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 the Act or to fail to comply with the terms of any order of the Secretary of State issued pursuant to Section 11 hereof.
17. By virtue of the foregoing, Respondents violated 12.A and 12.D of the Act.
18. Section 11.F(2) of the Illinois Securities Law of 1953, 815 ILCS 5/1 *et seq.*, (“the Act”) provides, *inter alia*, that the Secretary of State may temporarily prohibit or suspend for a maximum period of 90 days, by an order effective immediately, the registration of a salesperson, if the Secretary of State shall in his or her opinion, based on credible evidence, deem it necessary to prevent an imminent violation of this Act or to prevent losses to investors which the Secretary of State reasonably believes will occur as a result of a prior violation of this Act.
19. This order is based upon credible evidence.

NOW THEREFORE IT IS HEREBY ORDERED THAT: pursuant to the authority granted by Section 11.F of the Act, Respondents **Summerfield Oil & Gas Development Corporation** and **Michael Pearman** are **PROHIBITED** from offering or selling securities in or from this State until the further Order of the Secretary of State.

NOTICE is hereby given that Respondents may request a hearing on this matter by transmitting such request in writing to the Tanya Solov, Director, Illinois Securities Department, 69 W. 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. 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

Temporary Order of Prohibition

4

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 26th day of October 2007

  
\_\_\_\_\_  
JESSE WHITE  
Secretary of State  
State of Illinois

Felicia H. Simmons-Stovall  
Enforcement Attorney  
Office of the Secretary of State  
Illinois Securities Department  
69 W. Washington, Suite 1220  
Chicago, Illinois 60602  
Telephone: (312) 793-9638