

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

IN THE MATTER OF Chanse K Menendez

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File No C0500213

NOTICE OF HEARING

TO THE RESPONDENT: Chanse K. Menendez
(CRD #2448467)
25 Michele Lane
Hauppauge, NY 11788

You are hereby notified that, pursuant to Section 11 F of the Illinois Securities Law of 1953 (815 ILCS 5) ("the Act") and 14 Ill. Adm. Code 130, Subpart K (the "Rules"), a public hearing will be held at 69 West Washington Street, Suite 1220, Chicago, Illinois 60602, on the 20th day of October 2005, at 10:00 am, or as soon thereafter as counsel may be heard, before James L. Kopecky, Esq., or the duly designated Hearing Officer of the Secretary of State.

This hearing will be held to determine whether an Order should be entered revoking Chanse K. Menendez' (Respondent) registration as a salesperson in the State of Illinois and/or granting such other relief as may be authorized under the Act including but not limited to imposition of a monetary fine in the maximum amount pursuant to 11.E(4) of the Act, payable within ten (10) days of the Order.

The grounds for such proposed action are as follows.

1. Chanse K. Menendez ("Respondent") is an individual whose last known address is 25 Michele Lane, Hauppauge, NY 11788. Respondent is registered with the State of Illinois as a salesperson through Westpark Capital, Inc. commencing March 1, 2006. Respondent's CRD # is 2448467.
2. Between August 22, 2003 through March 17, 2005, Respondent was registered as a salesperson with the State of Illinois through LH Ross & Company, Inc ("L H Ross").
3. JF is an Illinois resident. In 2004-2005 JF had an account at LH Ross.

4. Respondent was the salesperson assigned to JF's account at LH Ross. Said account was not a discretionary account.
5. On November 22, 2004 Respondent purchased 15,000 shares of OSUR in JF's account without the knowledge or authorization of JF. JF promptly complained and the Respondent had the transaction removed from JF's account.
6. On January 14, 2005 Respondent again purchased 15,000 shares of OSUR in JF's account without the knowledge or authorization of JF. JF promptly complained and the Respondent had the transaction removed from JF's account.
7. On January 20, 2005 Respondent once again purchased 15,000 shares of OSUR in JF's account without the knowledge or authorization of JF. Again JF promptly complained.
8. On January 24, 2005 Respondent sold the shares referred to in paragraph 7 above resulting in a loss of \$28,675.74 to JF's account.
9. JF requested on numerous occasions that his account be rectified, and the transactions in paragraphs 7 & 8 be removed from his account. The Respondent told JF that there were insufficient funds left for him to rectify the problem.
10. Section 12.F of the Act provides, *inter alia*, 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.
11. By virtue of the foregoing, Respondent violated Section 12.F of the Act.
12. Section 12.I of the Act provides, *inter alia*, that it shall be a violation of the 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.
13. By virtue of the foregoing, Respondent violated Section 12.I of the Act.
14. Section 11E(1)(g) provides, subject to the provisions of subsection F of Section 11 of this Act, the registration of a salesperson may be revoked if the Secretary of State finds the salesperson has violated any of the provisions of this Act.

15 By virtue of the foregoing, Respondent's registration as a salesperson in State of Illinois is subject to revocation


You are further notified that you are required pursuant to Section 1104 of the Rules to file an answer to the allegations outlined above, a Special Appearance pursuant to Section 1107 of the Rules, or other responsive pleading within thirty (30) days of receipt of this notice. Your failure to do this within the prescribed time shall be deemed an admission of the allegations contained in the Notice of Hearing and waives your right to a hearing.

Furthermore, you may be represented by legal counsel; may present evidence; may cross-examine witnesses and otherwise participate. A failure to appear shall constitute default by you.

A copy of the Rules promulgated under the Act and pertaining to Hearings held by the Office of the Secretary of State, Securities Department is included with this Notice

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

Dated: This 25th day of May 2006.


JESSE WHITE
Secretary of State
State of Illinois

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