

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

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IN THE MATTER OF: PCHUT.COM, its officers,  
agents, affiliates, employees, successors, and  
assigns; and RODNEY A. RUSSELL  
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) FILE NO. C0200260  
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**TEMPORARY ORDER OF PROHIBITION**

TO RESPONDENT:       PCHUT.COM  
                          1205 Hwy 20  
                          Mountain Home, ID 83647  
  
                          Rodney A. Russell  
                          4445 A. Paisley  
                          Mt. Home AFB, ID 83648

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 (the "Department"), herein find:

1.     PCHUT.COM ("PC" or collectively with Russell, "Respondents") is a business entity with a last known address of 1205 Hwy 20, Mountain Home, ID 83647.
2.     Rodney A. Russell ("Russell" or collectively with PC, "Respondents") is an individual with a last known address of 4445 A. Paisley, Mt. Home AFB, ID 83648. Russell is the President and CEO of PC.
3.     Respondents were issued a Cease and Desist Order (the "Order") from the State of Idaho, Department of Finance, Securities Bureau, in November, 1999.

4. In or about May 26, 2000, Respondents offered and sold to at least one Illinois resident ("Investor") 750 shares of PC for \$3,000. Respondents failed to inform Investor of the Order.
5. On or about June 2, 2000, Respondents mailed a letter (the "Letter") to Investor and acknowledged the receipt of the investment funds.
6. In or about June, 2000, Respondent mailed to Investor a Certificate of Stock Ownership reflecting the 750 shares purchased.
7. Section 2.1 of the Illinois Securities Law of 1953 [815 ILCS 5] ("the Act") provides, inter alia, that a "security" means any stock, note or evidence of indebtedness.
8. The shares in PC are a security as defined under the Act.
9. Section 12. F of the Act provides, inter alia, that it is a violation of the 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.
10. By failure to inform Investor of the Order, Respondents violated Section 12.F.
11. Section 5 of the Act provides, inter alia, that all securities except those exempt under Section 3 of the Act, or offered and sold in transactions exempt under Section 4 of the Act, shall be registered with the Secretary of State by filing the proper application prior to their offer or sale in the State of Illinois.
12. The activities detailed in paragraph four (4) constitute an offer and a sale under Section 2.5a and Section 2.5 of the Act.
13. Section 12.A of the Act provides, inter alia, that it shall be a violation of the Act for any person to offer or sell any securities except in accordance with the provisions of the Act.
14. Section 12.D of the Act provides, inter alia, that it is a violation of the Act for any person to fail to file with the Secretary of State, Securities Department any required application, report, or document.

15. At all times relevant hereto the security referenced in paragraph four (4) was offered for sale and sold at a time when this security did not have the proper application on file at the Secretary of State.
16. Respondents violated Sections 12.A and 12.D of the Act by selling unregistered securities.
17. Section 11.F(2) of the Act provides, inter alia, that the Secretary of State may temporarily prohibit the offer or sale of securities by any person, 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.
18. The entry of this Temporary Order prohibiting Respondents, or its agents, affiliates, and employees, from offering or selling securities in or from 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.

**NOW THEREFORE IT IS HEREBY ORDERED THAT:** pursuant to the authority granted by Section 11.F of the Act, Respondents are prohibited from offering or selling securities in or from this State until further Order of the Secretary of State.

NOTICE is hereby given that Respondent may request a hearing on this matter by transmitting such request in writing to Tanya Solov, 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. 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 ninety 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.

ENTERED: This 19<sup>th</sup> day of June, 2003.

A handwritten signature in black ink that reads "Jesse White" followed by a stylized flourish or initials.

JESSE WHITE  
Secretary of State  
State of Illinois

Attorney for the Secretary of State:

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