

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

IN THE MATTER OF: TIMOTHY DUMA

File No. 1200316

ORDER OF PROHIBITION

TO THE RESPONDENT: Timothy Duma
CRD #2204619
6300 Hobson Road
Downers Grove, IL 600516

Timothy Duma
CRD #2204619
419 York Street
Bolingbrook, IL 60440

WHEREAS, a Temporary Order of Prohibition was issued by the Secretary of State on July 18, 2013 temporarily prohibiting Respondents from offering or selling securities in the State of Illinois until further order of the Secretary of State.

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

WHEREAS, Respondents have failed to request a hearing on the matters contained in the said Temporary Order within thirty (30) calendar days of the entry of said Temporary Order and Respondents are hereby deemed to have admitted the facts alleged in the said Temporary Order.

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

1. That Respondent Timothy Duma ("Duma") is a natural person who resides at 6300 Hobson Road, Downers Grove, Illinois 60516.
2. That alternatively Duma resides at 419 York Street, Bolingbrook, Illinois 60440.
3. That Investor YM was an Illinois resident at the time of the events herein.

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4. That in about November of 2008 Duma met Investor YM at a Chicago south-side senior social center in Illinois.
5. That when they met, Duma told Investor YM that he was a stockbroker and recommended that she invest \$25,000 in a company called Signal Oil and Gas, which he purported to sell to her.
6. That the activities described in paragraph five (5) above, constitute the activities of a Salesperson as that term is defined at Section 2.9 of the Act.
7. That the Department has searched its Records and the Department has found no record of Registration during 2008 for Respondent as a Salesperson or as an Investment Adviser Representative in the State of Illinois, in accordance with the registration requirements of the Act.
8. That in fact the Records revealed that on October 27, 2005 Respondent was permanently barred for life to act as a Salesperson, in Illinois or any other State, by the NASD (nka FINRA).
9. That Section 12.A of the Act provides that it shall be a violation for any person to offer or sell any security except in accordance with the provisions of the Act.
10. That Section 12.D of the Act provides, *inter alia*, that it shall be a violation 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 the Act or any rule or regulation made by the Secretary of State pursuant to the Act.
11. That furthermore Respondent made false and misleading statements in making the above sale to YM.
 - a. Respondent promised large quarterly returns on Investor YM's investment, but all she received was a bounced check
 - b. When Investor YM asked for her money back, she was told that she'd have to wait three years.
 - c. Respondent omitted to state that he was not currently registered as a Salesperson in the State of Illinois, as he was required to be, to engage in the activities in Paragraph 5 above.
12. 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.

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13. 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 light of the circumstances under which they were made, not misleading..
14. That 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.

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 final Conclusions of Law as follows:

1. That in acting as a Salesperson in Illinois without registration pursuant to Section 8 of the Act, Respondent Duma violated Sections 12.A and 12.D of the Act
2. That by virtue of the Respondent Duma violated Sections 12 F, G and I of the Act.
3. The entry of this Order of Prohibition prohibiting the Respondent from offering or selling securities, or acting in the business of rendering investment advice in the State of Illinois is in the public interest and for the protection of the investing public and its consistent with the purposes intended by the provisions of the Act.
4. That in view of the gravity of Respondent's violation of the NASD's permanent lifetime bar as a Salesperson the Department also prohibits Respondent from acting as, or filing an application to become, an Investment Adviser in the State of Illinois.

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

Timothy Duma is permanently PROHIBITED from offering or selling, or dealing in securities,

Timothy Duma is permanently PROHIBITED from acting in the business of Investment Adviser or Investment Adviser Representative.

NOTICE: Failure to comply with the terms of this Order shall be a violation of the 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.

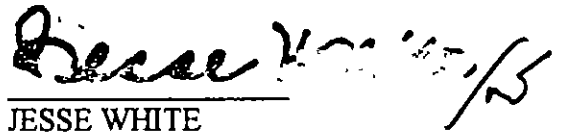
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This is a final order subject to administrative review pursuant to the Administrative Review Law, [735 ILCS 5/3-101 et seq.] and the Rules and Regulations of the Illinois Securities Act, [14 Ill. Admn. Code Ch. I, Section 130.1123]. Any action for 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.

Cheryl Goss Weiss
Enforcement Attorney
Illinois Securities Department
Office of the Secretary of State
69 West Washington Street, Suite 1220
Chicago, Illinois 60602

Dated this 21st day of August 2013.



JESSE WHITE
Secretary of State
State of Illinois

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