

STATE OF ILLINOIS
SECRETARY OF STATE
SECURITIES DEPARTMENT

IN THE MATTER OF: GOLD COAST BULLION, INC.;
AND SY CHALIK

File No. C1400091

ORDER OF PROHIBITION

TO THE RESPONDENTS: GOLD COAST BULLION
c/o Sy Chalik
6499 Powerline Road
Fort Lauderdale, Florida 33309

SY CHALIK
6499 Powerline Road
Fort Lauderdale, Florida 33309

WHEREAS, a Temporary Order of Prohibition was issued by the Secretary of State on February 1, 2016 temporarily prohibiting Respondents from offering or selling Mineral Investment Contracts or Mineral Deferred Delivery Contracts 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 duty 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:

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1. Respondent Gold Coast Bullion ("Gold Coast") is a Florida based corporation with a last known address of 6499 N. Powerline Road, Suite 206, Fort Lauderdale, Florida 33309.
2. Respondent Sy Chalik ("Chalik") is a salesperson for Respondent Gold Coast. His last known address is 6499 N. Powerline Road, Suite 206, Fort Lauderdale, Florida 33309.
3. Investors NS and GN are Illinois residents.
4. In 2012, Investor NS received a cold call from Respondent Chalik regarding investing in silver bullion with Respondents.
5. According to Investor NS between February 14, 2012 and October 26, 2012, she invested approximately \$35,900.00.
6. On or about September 17, 2012, Respondent Gold Coast faxed to Investor NS copies of her "monthly statements" purported to indicated the "dates and positions of allocation of all your buys" and a purported "position page with the dates next to each transaction."
7. In or around late 2012 or early 2013, Investor NS learned that respondents allegedly had invested her funds in silver contracts that where highly leveraged and resulting in a loss in her investment.
8. According to Investor NS, when she requested her account to be closed and monies to be refunded, respondents sent her two checks totaling approximately \$6,971.00, which was substantially less than the amount she invested.
9. Additionally, between July 17, 2012 and July 20, 2012, Investor GN invested approximately \$80,000.00 with Respondent Gold Coast.
10. That the activities set forth in paragraphs 4 through 9 above constitute the offer and sale of a Mineral Investment Contract or Mineral Deferred Delivery Contract, as those terms are defined at Sec. 2.26 and 2.27 of the Illinois Securities Law of 1953 (815 ILCS 5) (the "Act").
11. That Section 12.K of the Act provides that it shall be a violation of the provision so of this Act for any person, when offering or selling any mineral investment contract or mineral deferred delivery contract to engage in any transaction practice or course of business that operates as a fraud or deceit upon any customer, prospective customer or offeree.
12. That by virtue of the foregoing, Respondents violated Section 12.K of the Act.

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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 by virtue of the foregoing, the Respondent Gold Coast Bullion has violated Section 12.K of the Act;
2. That by virtue of the foregoing, the Respondent Sy Chalik has violated Section 12.K of the Act;
3. That by virtue of the foregoing, the Respondents Gold Coast Bullion and Sy Chalik are subject, pursuant to Section 11.E(2) of the Act, to an Order which permanently prohibits them from offering or selling Mineral Investment Contracts or Mineral Deferred Delivery Contracts in the State of Illinois.

NOW THEREFORE, IT IS HEREBY ORDERED THAT: pursuant to the authority granted by Section 11.E(2) of the Act, Respondents **Gold Coast Bullion** and **Sy Chalik** are hereby prohibited from offering or selling securities in the State of Illinois until further order of the Secretary of State.

Dated: This 14th day of April 2016.

15th



JESSE WHITE
Secretary of State
State of Illinois

Date of Mailing: 15th day of April 2016

NOTICE: Failure to comply with the terms of this Order shall be a violation of Section 12.D of the Illinois Securities Law of 1953, as amended, 815 ILCS 5/1 et seq. (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 this Order, shall be guilty of a Class 4 felony.

This is a Final Order subject to judicial review pursuant to the Administrative Review Law, 735 ILCS 5/3-101 et seq. and the Rules and Regulations of the Act (14 Ill. Admin. Code, Ch. I, Sec. 130.1123. Any action for judicial review must be commenced within

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thirty-five (35) days from the date a copy of this Order is served upon the party seeking review. Mailing of this Order to the Respondent or representative of record constitutes service of the Order.

Attorney for the Secretary of State:
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