

STATE OF ILLINOIS
SECRETARY OF STATE
SECURITIES DEPARTMENT

IN THE MATTER OF: Philip J. Nenadov and)
Transportation Network Group, LLC)
_____)

File #1300338

Consent Order Of Prohibition and Fine

TO THE RESPONDENTS: Philip J. Nenadov
205 N. Galena Avenue
Wyoming, Illinois 61491

Transportation Network Group, LLC
c/o Philip J. Nenadov
205 N. Galena Avenue
Wyoming, Illinois 61491

WHEREAS, Respondents on the 18th day of July 2016 executed a certain Stipulation to Enter Consent Order (the "Stipulation"), which hereby is incorporated by reference herein.

WHEREAS, by means of the Stipulation, the Respondents have admitted to the jurisdiction of the Secretary of State and service of the Amended Notice of Hearing of the Secretary of State, Securities Department, dated November 6, 2015 in this proceeding (the "Notice") and Respondent have consented to the entry of the Consent Order.

WHEREAS, by means of the Stipulation, the Respondents, without admitting or denying the truth thereof, that the following allegations contained in the Notice of Hearing shall be adopted as the Secretary of State's Findings of Fact:

1. Respondent Philip J. Nenadov ("Nenadov") is an Illinois resident and was the managing member of Transportation Network Group, LLC at all relevant times.

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2. Respondent Transportation Network Group, LLC at all relevant was an Illinois limited liability company which was involuntarily dissolved on September 12, 2014.
3. On December 1, 2011 Nenadov on behalf of Transportation Network Group, LLC entered into an investment agreement with PAL Enterprises LLC.
4. The Illinois Securities Department received a complainant regarding the above referenced transaction.
5. The execution of the aforesaid Investment Agreement constitute the offer and sale of 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.
6. That on or about October 8, 2014 and on or about January 5, 2015, pursuant to the authority granted in Sections II.C and II.D of the Act, letters were dispatched to the Respondent requiring notarized affidavits responding to the information requested within 10 business days. Both letters were dispatched to the Respondent at 205 N. Galena Avenue, Wyoming, Illinois 61491, by certified mail, return receipt requested. Both letters were received by and signed for by Respondent's wife. Respondent failed to provide the information requested in a timely manner.
7. A temporary order of prohibition was issued by the Illinois Secretary of State on April 15, 2015. The Respondents, thereafter, on or about June 29, 2015 provided the requested information.
8. Section 12.A of the Act provides, inter alia, that it shall be a violation for any person to offer or sell any security except in accordance with the provisions of the Act.
9. 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.

WHEREAS, by means of the Stipulation, the Respondents, without admitting or denying the truth thereof, that the following shall be adopted as the Secretary of State's Conclusion of Law:

By virtue of his failure to respond to the 11.C letters the Respondents violated Sections 12.A and 12.D of the Act.

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WHEREAS, the Respondents acknowledge and agree that they shall be prohibited from offering or selling any securities in the state of Illinois except those publically traded through a registered brokerage.

WHEREAS, the Respondents acknowledge and agree that they shall within ten (10) days from the entry of the Order make a payment of \$500.00 to the Illinois Secretary of State by cashier's check. Said payments shall constitute reimbursement to the Secretary of State of certain costs incurred in the administration of the Act in this matter.

WHEREAS, the Secretary of State, by and through his duly authorized representative, has determined that the matter related to the aforesaid formal hearing may be dismissed without further proceedings.

NOW THEREFORE IT SHALL BE AND IS HEREBY ORDERED:

1. That the Respondents are **prohibited** from offering or selling any securities in the state of Illinois except those publically traded through a registered brokerage.
2. That the Respondents shall within ten (10) days from the entry of this Order make a payment of \$500.00 to the Illinois Secretary of State by cashier's check. Said payments shall constitute reimbursement to the Secretary of State of certain costs incurred in the administration of the Act in this matter.
3. That the formal hearing in this matter is dismissed without further proceeding.

DATED: This 19th day of July 2016.



JESSE WHITE
Secretary of State
State of Illinois

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