

STATE OF ILLINOIS  
SECRETARY OF STATE  
SECURITIES DEPARTMENT

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IN THE MATTER OF: Tracy Monti  
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FILE NO. 1400235

NOTICE OF HEARING

TO RESPONDENT: Tracy Monti  
1916 N Keystone Avenue  
Chicago, Illinois 60639

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, a public hearing will be held at 69 West Washington Street, Suite 1220, Chicago, Illinois 60602, on the 3rd day of February 2017 at the hour of 10:00 a.m. or as soon as possible thereafter, before James L. Kopecky, Esq., or such other duly designated Hearing Officer of the Secretary of State.

Said hearing will be held to determine whether an Order shall be entered which would prohibit Respondents from selling or offering to sell securities in the State of Illinois and/or granting such other relief as may be authorized under the Act including but not limited to the imposition of a monetary fine in the maximum amount pursuant to Section 11.E of the Act, payable within ten (10) business days of the entry of the Order.

The grounds for such proposed action are as follows:

1. That Respondent Tracy Monti (herein after "Monti") is an individual whose last known address is 1916 N Keystone Avenue, Chicago, Illinois 60639.
2. That Monti was in the business of reselling tickets to events including concerts and sporting events.
3. That Monti was not licensed as a ticket broker in Illinois although she was required to be so.
4. That Investor A is an Illinois resident and was so during all relevant times.

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5. That in August 2010 Investor A entered into an agreement with Monti in which he invested \$15,000. The agreement called for Monti to purchase concert tickets and resell them at a substantial profit and return to Investor A \$40,000 by January 20, 2011. Monti did not return the money.
6. That in September 2010 Investor A entered into an agreement with Monti in which he invested \$18,750. The agreement called for Monti to purchase concert tickets and resell them at a substantial profit and return to Investor A a total of \$53,000 by January 20, 2011. Monti did not return the money.
7. That in October 2010 Investor A entered into an agreement with Monti in which he invested \$28,750. The agreement called for Monti to purchase concert tickets and resell them at a substantial profit and return to Investor A \$63,000 by January 20, 2011. Monti did not return the money.
8. That in October 2010 Investor A entered into an agreement with Monti in which he invested \$28,750. The agreement called for Monti to purchase concert tickets and resell them at a substantial profit and return to Investor A \$40,000 by January 20, 2011. Monti did not return the money.
9. That Investor B is an Illinois resident and was so during all relevant times.
10. That between December of 2011 and March 2012 Investor B entered into approximately 11 verbal agreements with Monti in which he invested over \$300,000. The agreements called for Monti to purchase event tickets, resell them and split the profit with Investor B. Monti and Investor B entered into a repayment agreement in June of 2012. At the time of the agreement \$125,000 was still owed.
11. That Monti failed to disclose to both Investor A and Investor B that she was unable to purchase and resell the tickets as anticipated but continued to accept additional investments.
12. That Monti failed to disclose the substantial risk of the investment and the fact that she was not a licensed ticket broker. Monti did not provide a prospectus.
13. That the activities described above constitutes the offer and/or sale of a securities and as those terms are defined in Sections 2.1, 2.5, and 2.5a of the Illinois Securities Law of 1953 [815 ILCS 5] (the "Act").
14. That Section 5 of the Act provides, inter alia, that all securities except those exempt under Section 3 or those offered or sold in transactions exempt under Section 4 shall be registered either by coordination or by qualification prior to their offer or sale in the State of Illinois.

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15. That Respondent failed to file with the Secretary of State an application for registration of the securities described above as required by the Act and that as a result the securities were not registered pursuant to Section 5 of the Act prior to its offer in the State of Illinois.
16. That 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.
17. 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.
18. That Section 12.F of the Act provides that it shall be a violation of the Act to engage in any transaction, practice or course of business in connection with the sale or purchase of securities which work or tends to work a fraud or deceit upon the purchaser.
19. That Pursuant to Section 12.G of the Act, it is a violation of the Act 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 the light of the circumstances under which they were made, not misleading.
20. That by virtue of the foregoing, the Respondents have violated Sections 12.A, 12.D, 12.F and 12.G of the Act.

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.

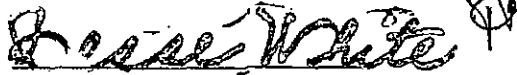
The Rules promulgated under the Act and pertaining to Hearings held by the Office of the Secretary of State, Securities Department may be viewed online at <http://www.cyberdriveillinois.com/departments/securities/lawrules.html>.

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

Dated: This 5<sup>th</sup> day December 2016



JESSE WHITE  
Secretary of State  
State of Illinois

Attorney for the Secretary of State:

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