

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

IN THE MATTER OF: COBY YOUNG

File Number: 1800557

**TEMPORARY ORDER OF PROHIBITION**

TO THE RESPONDENT:           Coby Young  
                                          620 Hickok Avenue  
                                          University Park, Illinois 60434

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, herein find:

1.     The Respondent Coby Young (“Young”) is an individual with a last known address of 620 Hickok Avenue, University Park, Illinois 60434.
2.     Investor A was an Illinois resident at all times relevant to this action.
3.     Investor A is not an accredited investor as that term is defined Section 4.H of the Illinois Securities Law of 1953 [815 ILCS 5/1 *et. seq.*] (the “Act”).
4.     In February 2018 Respondent entered into a Limited Partnership Investment Contract (“Investment Contract”) with Investor A in the amount of \$5,000.
5.     Per the terms of the Investment Contract at the end of 30 days from the date of the agreement, Investor A was to receive at a minimum the return of her investment. In addition Investor A was to receive a share of any profit. Investor A was informed by the Respondent that her profit was \$5000 after 30 days.
6.     In March 2018 Respondent entered into a 2<sup>nd</sup> Limited Partnership Investment Contract with Investor A in the amount of \$47,000 consisting of a rollover of \$10,000 (\$5,000 initial investment plus \$5,000 profit) from the February Investment Agreement, an additional \$30,000 in cash and \$7,000 to purportedly cover 401k expenses. The terms were identical to the previous agreement.

7. In May of 2018 after requesting her funds back the complainant received by email a 3<sup>rd</sup> Limited Partnership Investment Contracts which Mr. Young had signed in the amount of \$80K consisting of the \$47K rollover and supposedly an additional profit of 33K. This agreement left off any payment date only that Ms Bush was to receive her money back. Ms Bush did not sign it. Ms. Bush has repeatedly requested her funds and to this date has not received any money.
8. Investor A was not provided a subscription agreement, a private placement memorandum, or an investor questionnaire prior to investing.
9. At no time did the Respondent provide Investor A with account statements or evidence of trading.
10. An Order of Prohibition was previously issued by the Illinois Secretary of State Respondent against the Respondent on January 30, 2017. The order prohibits the Respondent from selling or offering to sell securities in the State of Illinois.
11. The transactions detailed above constitutes 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 5/1 *et. seq.*] (the "Act").
12. 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.
13. That Respondents 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.
14. 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.
15. 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.
16. 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.


17. That Section 12.G of the Act provides that it shall be a violation of the provisions of this Act for any person to provide, obtain money or property through the sale of securities by means of any untrue statement of material fact 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.
18. 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.
19. By virtue of the foregoing, Respondents violated Sections 12.A, 12.D, 12.F, 12.G and 12.I of the Act.
20. That 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.
21. The entry of this Temporary Order prohibiting Respondents 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, **Respondent Coby Young** is TEMPORARILY PROHIBITED from offering or selling securities in or from the State of Illinois for a period of ninety (90) days; and

NOTICE is hereby given that Respondents may request a hearing on this matter by transmitting such request in writing to the 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 sixty 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.

Dated: This 11<sup>th</sup> day of November 2018

  
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JESSE WHITE  
Secretary of State  
State of Illinois

Attorney for the Secretary of State:

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