

STATE OF NORTH DAKOTA

BEFORE THE

COUNTY OF BURLEIGH

SECURITIES COMMISSIONER

In the Matter of CGF Securities,)
LLC; and Ross Owen Haugen,)
Respondents)

CONSENT ORDER

.....
The North Dakota Securities Commissioner has advised the respondent, CGF Securities, LLC (CGF) and Ross Owen Haugen (Haugen), that the Commissioner is prepared to commence formal action pursuant to North Dakota Century Code Chapter 10-04 and has determined as follows:

1. MDVIP, Inc., is a securities issuer headquartered in Boca Raton, Florida. Respondent made a filing pursuant to section 10-04-08.4 on October 8, 2002.
2. Respondent, CGF, is a securities dealer headquartered in Boca Raton, Florida. For all times relevant to this matter, CGF has been registered as a dealer in the state of North Dakota.
3. Respondent, Haugen, is a North Dakota resident who has been a securities agent for various firms for more than ten years. From August 1 through August 5, 2002, Haugen held a temporary registration as an agent of CGF. From August 6 through August 20, 2002, Haugen was not registered in any capacity with any firm registered as a dealer in North Dakota. From August 21 to the present, Haugen became registered as an agent of CGF through a registration agreement with the Commissioner.
4. From August of 2002 to September of 2002, respondents solicited several North Dakota residents to purchase the securities it issues. Six sales were made to residents of North Dakota.
5. Based on the information briefly set forth above, on October 3, 2002, the Commissioner issued a Cease and Desist Order against the respondents and MDVIP, Inc.
6. Pursuant to section 10-04-04 N.D.C.C., no person may offer for sale or sell any securities in this state unless the security is registered, exempt from registration, or is properly filed as a federal covered security.
7. Pursuant to section 10-04-10 N.D.C.C., no person may act as a dealer in the sale of securities in this state unless the dealer is registered, unless the transaction is an exempt transaction.
8. Pursuant to section 10-04-16 N.D.C.C., when it shall appear to the Commissioner that any person has engaged in, or is engaging in, or is about to engage in any act or practice which is declared illegal in this chapter, the Commissioner may

issue any order and collect civil penalties against any person found in an administrative action to have violated any provision of the chapter in an amount not to exceed \$10,000 for each violation.

9. The violations described above are sufficient grounds for the Commissioner to assess civil penalties against respondents pursuant to section 10-04-16 N.D.C.C.

10. Respondents acknowledge their rights to a hearing on this matter and waive those rights to a hearing and to present arguments to the Commissioner.

11. Respondents agree to resolve this matter with the Securities Commissioner by this Consent Order.

12. The following Order is necessary and appropriate in the public interest.

NOW, THEREFORE, IT IS ORDERED, THAT:

1. Respondents, CGF and Haugen, shall not transact any securities business with any person in North Dakota unless the securities related to the transactions are registered, exempt from registration, or properly filed as a federal covered security as required by North Dakota law.

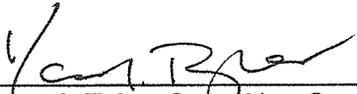
2. Respondents shall pay a civil penalty of \$15,000 to the Office of the Securities Commissioner pursuant to NDCC §10-04-16. \$2,500 shall be paid upon execution of this Consent Order, \$6,500 shall be paid 30 days after the execution of this Consent Order, and the remaining \$6,000 shall be paid 60 days after the execution of this Consent Order.

3. Respondents are hereby released from the Cease and Desist Order issued on October 3, 2002. The Order remains in full force and effect with respect to MDVIP, Inc.

4. This Order shall be effective upon signature of the Commissioner.

Signed and Sealed this 22nd day of January, 2003.





Karen J. Tyler, Securities Commissioner
Office of the Securities Commissioner
State Capitol-5th Floor
600 East Boulevard Ave.
Bismarck, ND 58505-0510
(701) 328-2910

STATE OF NORTH DAKOTA

BEFORE THE

COUNTY OF BURLEIGH

SECURITIES COMMISSIONER

In the Matter of CGF Securities,)
LLC; and Ross Owen Haugen,)
Respondents)

CONSENT TO ENTRY
OF ORDER

.....
Each of the undersigned, on behalf of the Respondents, state that he has read the foregoing Consent Order and that he knows and fully understand its contents and effects. Each further states that he is executing this Consent to Entry of Order on behalf of the Respondents, and that all parties have waived their rights to a hearing with respect to this matter, and that they consent to entry of the Consent Order by the Securities Commissioner.

It is further expressly understood that the Consent Order constitutes the entire settlement agreement between the parties hereto, there being no other promises or agreements, either expressed or implied.

Dated this 14th day of January, 2003.

CGF Securities, LLC
225 NE Mizner Blvd., Suite 750
Boca Raton, FL 33432

Michael S. Jacobs

By: Michael S. Jacobs
Its: President

Subscribed and Sworn before me this 14th day of January, 2003.

Andrew Charles Garbarini
Notary Public

(Notary Seal)

State: Florida County: Palm Beach
My Commission Expires: 7/2/2005



Andrew Charles Garbarini
Commission # DD 038448
Expires July 2, 2005
Bonded Thru
Atlantic Bonding Co., Inc.

Dated this 14 day of January, 2003.

Ross Owen Haugen

Ross Owen Haugen
3001 32nd Avenue South
Grand Forks, ND 58201

Subscribed and Sworn before me this 14 day of January, 2003.

Lynette Franks
Notary Public
State: *North Dakota* County: *Grand Forks*
My Commission Expires:

(Notary Seal)

LYNETTE FRANKS
NOTARY PUBLIC
STATE OF NORTH DAKOTA
My Commission Expires: Aug. 25, 2005