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**STATE OF CALIFORNIA
BUSINESS, TRANSPORTATION AND HOUSING AGENCY
DEPARTMENT OF CORPORATIONS**

TO: FXKB, Inc. also known as Forex Knowledge Brokers
Taze Claiborne Ellis
Taze Jordan Ellis
Joy Ellis
1215 K Street, 17th Floor
Sacramento, California 95814

DESIST AND REFRAIN ORDER

(For violations of sections 25110 and 25401 of the Corporations Code)

The California Corporations Commissioner (“Commissioner”) finds that:

1. At all relevant times, FXKB, Inc. (“FXKB”) is a California corporation doing business at 1215 K Street, 17th Floor, Sacramento, California. FXKB also uses the name Forex Knowlegde Brokers.
2. At all relevant times, Taze Claiborne Ellis (“TCE”), was an officer and authorized agent involved in the management of FXKB, Inc.
3. At all relevant times, Taze Jordan Ellis (“TJE”), was the chief executive officer of FXKB, Inc. and the son of TCE and JE.
4. At all relevant times, Joy Ellis (“JE”), was an authorized agent involved in the management of FXKB.
5. From May 2008 through at least March 2009, TCE, TJE, JE, and FXKB offered and sold securities in the State of California in the form of investment contracts to California investors. The purpose of the offering was to pool investor money so that TCE could purchase and refurbish residential properties located in California and then resell the properties. Investors were promised a 10-15% profit in 60-90 days.

1 6. These securities were offered or sold in the State of California in issuer transactions.
2 The Department has not issued a permit or other form of qualification authorizing any person to offer
3 or sell these securities in this State.

4 7. In connection with these offers and sales, TCE, TJE, JE, and FXKB misrepresented or
5 failed to disclose to investors some or all of the following material facts:

- 6 a) That in 2002, TCE was convicted for the crimes of financial fraud, grand theft and
7 tax evasion;
- 8 b) That they would receive 10-15% return plus principle back with in 60-90 days and
9 this did not occur.

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11 Based upon the foregoing findings, the California Corporations Commissioner is of the
12 opinion that the securities offered and sold in the form of investment contracts by Taze Claiborne
13 Ellis, Taze Jordan Ellis, Joy Ellis, and FXKB, Inc. are securities subject to qualification under the
14 California Corporate Securities Law of 1968 and are being or have been offered or sold without being
15 qualified in violation of Corporations Code section 25110. Pursuant to section 25532 of the
16 Corporate Securities Law of 1968, Taze Claiborne Ellis, Taze Jordan Ellis, Joy Ellis, and FXKB, Inc.
17 are hereby ordered to desist and refrain from the further offer or sale of securities in the State of
18 California, including but not limited to investment contracts unless and until qualification has been
19 made under the law or unless exempt.
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22 Further, the California Corporations Commissioner is of the opinion that the securities offered
23 and sold in the form of investment contracts by Taze Claiborne Ellis, Taze Jordan Ellis, Joy Ellis, and
24 FXKB, Inc. were offered or sold in this State by means of written or oral communications, which
25 included an untrue statement of a material fact or omitted to state a material fact necessary in order to
26 make the statements made, in light of the circumstances under which they were made, not
27 misleading, in violation of section 25401 of the Corporate Securities Law of 1968. Pursuant to
28 section 25532 of the Corporate Securities Law of 1968, Taze Claiborne Ellis, Taze Jordan Ellis, Joy

1 Ellis, and FXKB, Inc. are hereby ordered to desist and refrain from offering or selling or buying or
2 offering to buy any security in the State of California, including but not limited to investment
3 contracts, by means of any written or oral communication which includes an untrue statement of a
4 material fact or omits to state a material fact necessary in order to make the statements made, in light
5 of the circumstances under which they were made, not misleading.

6 This Order is necessary, in the public interest, for the protection of investors and consistent
7 with the purposes, policies, and provisions of the Corporate Securities Law of 1968.

8 Dated: August 11, 2010
9 Sacramento, California

10 PRESTON DUFAUCHARD
11 California Corporations Commissioner

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13 By _____
14 ALAN S. WEINGER
15 Deputy Commissioner
16 Enforcement Division
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