

STATE OF NORTH DAKOTA
SECURITIES DEPARTMENT

In the Matter of Jonathan Brewer,) Cyprus Builders, Inc., and their Officers,) Directors, Agents, and Employees,) Respondents.)	CEASE AND DESIST ORDER, NOTICE OF CIVIL PENALTY, AND NOTICE OF RIGHT TO REQUEST A HEARING
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THE SECURITIES COMMISSIONER OF THE STATE OF NORTH DAKOTA TO:

JONATHAN BREWER, CYPRUS BUILDERS, INC., AND THEIR OFFICERS, DIRECTORS, AGENTS, AND EMPLOYEES, RESPONDENTS.

The North Dakota Securities Commissioner has a reasonable basis to believe that the Respondents have engaged in, are engaging in, or are about to engage in, acts, practices or transactions, as more fully described below, which are prohibited under Chapter 10-04 of the North Dakota Century Code (N.D.C.C.). It is necessary and appropriate in the public interest and for the protection of investors to restrain these acts, practices, or transactions of the Respondents.

1. Respondent, Cyprus Builders, Inc., ("CBI") is a North Dakota corporation with its principal office at 913 Maple River Court, Mapleton, North Dakota, which offered investment contracts in a town house development to be constructed in Grand Forks, North Dakota known as FOUNTAIN VISTA DEVELOPMENT.
2. Respondent, Jonathan Brewer, is an officer and registered agent of CBI and as such offered investment contracts in a town house development to be constructed in Grand Forks, North Dakota known as FOUNTAIN VISTA DEVELOPMENT through CBI.

3. In 2002, the Respondents offered for sale and sold investment contracts in a town house development to be constructed in Grand Forks, North Dakota known as FOUNTAIN VISTA DEVELOPMENT to at least three individuals in Minot, North Dakota. Said investment contracts are securities as defined in N.D.C.C. §10-04-02(19).
4. The subject securities have not been registered with the Securities Department under N.D.C.C. §§ 10-04-07.1, 10-04-08, or 10-04-08.1; are not exempt securities under N.D.C.C. § 10-04-05; and have not been offered for sale or sold in exempt transactions under N.D.C.C. § 10-04-06; and are not federal covered securities or have not been properly filed as federal covered securities under N.D.C.C. § 10-04-08.4. All offers and sales of the subject investments were made in apparent violation of N.D.C.C. § 10-04-04.
5. The Respondent, CBI, was not registered as a broker-dealer with the Securities Department and all offers and sales of the subject investments were made in apparent violation of N.D.C.C. § 10-04-10(1).
6. The Respondent, Jonathan Brewer, was not registered as an agent with the Securities Department and all offers and sales of the subject investments were made in apparent violation of N.D.C.C. § 10-04-10(2).
7. Pursuant to N.D.C.C. § 10-04-16(1), the Securities Commissioner has the authority to Order that a person Cease and Desist from violations of the Securities Act, to rescind transactions made in violation of the Securities Act, and to assess civil penalties in an amount not to exceed \$10,000 for each violation of the Securities Act.

8. This Order is issued in the public interest and for the protection of investors.

NOW, THEREFORE, IT IS ORDERED, pursuant to N.D.C.C. § 10-04-16, that the Respondents shall immediately **CEASE AND DESIST**:

1. From offering for sale or selling in North Dakota the subject securities, or any other securities however denominated, unless and until such securities have been registered with the Securities Department.
2. From offering for sale or selling securities, or effecting transactions in securities, in North Dakota unless and until they have registered with the Securities Commissioner as broker-dealers or agents.

This order does not prohibit the offer or sale of securities through exempt securities transactions under N.D.C.C. § 10-04-06, nor does it prohibit registered broker-dealers and agents from offering or selling exempt securities under N.D.C.C. § 10-04-05 or federal covered securities offered pursuant to a notice filing made to the Securities Department pursuant to N.D.C.C. § 10-04-08.4.

YOU ARE NOTIFIED that any willful violation of this order is a Class B Felony pursuant to N.D.C.C. § 10-04-18(1). Pursuant to N.D.C.C. § 12.1-32-01(3), a Class B Felony is punishable by a \$10,000 fine and 10 years' imprisonment, with respect to a natural person. Pursuant to N.D.C.C. § 12.1-32-01.1(2), a Class B Felony is punishable by a \$35,000 fine with respect to an organization.

YOU ARE FURTHER NOTIFIED that, pursuant to N.D.C.C. § 12.1-09-03, a person is guilty of a criminal offense if that person intentionally "alters, destroys, mutilates, conceals, or removes a record, document, or thing with

intent to impair its verity or availability” in an official proceeding. As such, intentional destruction of any documents related to this matter may result in criminal prosecution.

NOTICE OF CIVIL PENALTIES

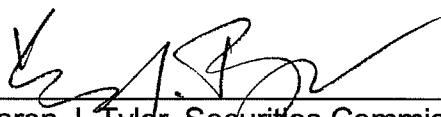
YOU ARE NOTIFIED that the above-cited violations are sufficient grounds for the imposition of civil penalties pursuant to N.D.C.C. § 10-04-16(1). The Securities Commissioner does not herein assess a civil penalty, but the Commissioner expressly reserves the authority to assess civil penalties, not to exceed \$10,000 per violation, regarding the violations outlined above, any other violations subsequently discovered, or any future securities violations or violations of this order.

NOTICE OF RIGHT TO REQUEST HEARING

YOU ARE NOTIFIED that pursuant to N.D.C.C. § 10-04-12 you may request a hearing before the Securities Commissioner if such a request is made in writing WITHIN FIFTEEN (15) DAYS AFTER THE RECEIPT OF THIS ORDER. The Respondents have the right to be represented by legal counsel at the hearing.

IN TESTIMONY WHEREOF, witness my hand and seal this 15th day of August, 2008.





Karen J. Tyler, Securities Commissioner
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