

STATE OF NORTH DAKOTA
COUNTY OF BURLEIGH

BEFORE THE
SECURITIES COMMISSIONER

In the Matter of National)
Communications Network, Pepper) CEASE AND DESIST ORDER
Isenhart, and all other Officers,) AND NOTICE OF OPPORTUNITY
Directors, Agents, Servants, or) FOR HEARING
Employees)

THE SECURITIES COMMISSIONER OF THE STATE OF NORTH DAKOTA TO
NATIONAL COMMUNICATIONS NETWORK, PEPPER ISENHART, AND ALL OTHER
OFFICERS, DIRECTORS, AGENTS, SERVANTS OR EMPLOYEES OF NATIONAL
COMMUNICATIONS NETWORK

1. It appears to the Securities Commissioner that National Communications Network, Pepper Isenhart, and all other officers, directors, agents, servants or employees of National Communications Network ("Respondents"), have engaged, are engaging, or are about to engage in certain 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 further appears to the Securities Commissioner that it is necessary or appropriate in the public interest or for the protection of investors to restrain these acts, practices, or transactions.

2. The Respondents have offered for sale, solicited an order or offer to buy, or sold in North Dakota securities in the form of a program, contract, or other arrangement in which persons invest in a common enterprise the returns of which depend

to any extent upon inducing other persons to participate or invest in the enterprise.

3. The subject securities have not been registered with the Securities Commissioner under Section 10-04-04, N.D.C.C.; are not exempt securities under Section 10-04-05, N.D.C.C.; and have not been offered for sale or sold in exempt transactions under Section 10-04-06, N.D.C.C.

4. The Respondents are not registered as dealers or salesmen under Section 10-04-10, N.D.C.C.

NOW, THEREFORE, IT IS ORDERED, pursuant to Section 10-04-16, N.D.C.C., that National Communications Network, Pepper Isenhardt, and all other officers, directors, agents, servants, or employees immediately cease and desist:

A. From offering for sale or selling in North Dakota the subject securities, or any other security however denominated of any issuer, unless and until such securities have been registered with the Securities Commissioner; provided, however, that nothing in this part of the order shall apply to exempt securities under Section 10-04-05, N.D.C.C., or to exempt transactions under Section 10-04-06, N.D.C.C.

B. From offering for sale or selling in North Dakota the subject securities, or any other security however denominated of any issuer, unless and until they have been registered as dealers or salesmen with the Securities Commissioner; provided, however, that nothing in this part

of the order shall apply to exempt transactions under Section 10-04-06, N.D.C.C.

YOU ARE NOTIFIED that the above-cited violations, if proven, are sufficient grounds for the imposition of a civil penalty, pursuant to Section 10-04-16, N.D.C.C.

YOU ARE ALSO NOTIFIED that any person aggrieved by this order may request a hearing before the Securities Commissioner if such a request is made within ten days after receipt of this order.

IN TESTIMONY WHEREOF, witness my hand and seal this 7th day of February, 1990.

(SEAL)

GLENN POMEROY
SECURITIES COMMISSIONER

STATE OF NORTH DAKOTA

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AFFIDAVIT OF MAILING

STATE OF NORTH DAKOTA)
) ss.
COUNTY OF BURLEIGH)

RaNelle Anderson, being first duly sworn under oath, deposes and says:

1. That she is a citizen of the United States over the age of twenty-one years and not a party to or interested in the above-entitled proceeding.

2. That on the 7th day of February, 1990, she deposited in the Central Mailing Bureau of the United States Post Office Department in the State Capitol in Bismarck, North Dakota, a true and correct copy of the following document:

CEASE AND DESIST ORDER AND
NOTICE OF OPPORTUNITY FOR HEARING

3. That a copy of the above document was securely enclosed in an envelope with postage duly prepaid, certified mail, return receipt requested, and addressed as follows:

National Communications Network
P. O. Box 2000
Gilbert, AZ 85234

4. That to the best of her knowledge, information, and belief, the address given above is the actual post office address of the party intended to be so served.

RANELLE ANDERSON

Subscribed and sworn to before me this 7th day of February, 1990.

MARGARET BRINTNELL, Notary Public
Burleigh County, North Dakota
My commission expires 8-9-95.