

STATE OF NORTH DAKOTA

BEFORE THE

COUNTY OF BURLEIGH

SECURITIES COMMISSIONER

In the Matter of Preferred Trust )  
and Management, LTD. and )  
Jess Welstad, )  
Respondents. )

**ORDER TO VACATE  
CEASE AND DESIST  
ORDER DATED  
APRIL 10, 2001**

.....  
**THE SECURITIES COMMISSIONER OF THE STATE OF NORTH DAKOTA TO**

**JESS WELSTAD:**

WHEREAS, on April 10, 2001, the North Dakota Securities Commissioner issued a Cease and Desist Order, Notice of Civil Penalty, and Notice of Right to Request a Hearing (Cease and Desist Order) against Jess Welstad based on information that Respondent, Jess Welstad, acted as an agent of Respondent, Preferred Trust and Management, TLD., and that Jess Welstad has offered for sale and/or sold investment(s) in Preferred Trust and Management, LTD.; and,

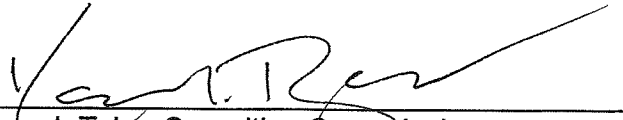
WHEREAS, further investigation and the Respondents' statement has revealed that the activity discussed above related to an investment by Mr. Welstad in the names of two brothers, without any of the brothers' funds invested in the scheme; and,

WHEREAS, the Securities Commissioner has determined that taking enforcement action under these circumstances, is not in the public interest.

**NOW, THEREFORE, IT IS HEREBY ORDERED** that the Cease and Desist Order, Notice of Civil Penalty and Notice of Right to Request a Hearing, dated April 10, 2001, as referenced above, is hereby vacated.

**IN TESTIMONY WHEREOF**, witness my hand and seal this 16<sup>th</sup> day of July, 2003.



  
Karen J. Tyler, Securities Commissioner  
North Dakota Securities Department  
600 East Boulevard Ave.  
State Capitol – Fifth Floor  
Bismarck, ND 58505-0510  
(701) 328-2910

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**AFFIDAVIT OF SERVICE  
BY MAIL**

.....  
I, Jacqui Ferderer, being first duly sworn, state that I am 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.

On this 1 day of July, 2003, I 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 each of the following documents:

**ORDER TO VACATE CEASE AND DESIST  
ORDER DATED APRIL 10, 2001**

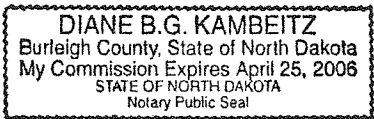
A copy of the above document was securely enclosed in an envelope with postage prepaid, sent via first class U.S. mail, addressed to the following:

Jess Welstad  
7933 19th Ave. NE  
Newburg, ND 58762

To the best of my knowledge, information, and belief, the address given above is the actual mailing address for the party intended to be served or of the attorney representing that party.

*Jacqui Ferderer*  
\_\_\_\_\_  
Jacqui Ferderer

Subscribed and sworn to before me this 1st day of ~~June~~ <sup>July</sup>, 2003.



*Diane B.G. Kambeitz*  
\_\_\_\_\_  
Diane B. G. Kambeitz, Notary Public  
Burleigh County, North Dakota  
My commission expires 4/25/2006