

1 STATE OF CALIFORNIA
2 BUSINESS, TRANSPORTATION AND HOUSING AGENCY
3 DEPARTMENT OF CORPORATIONS

4 TO: Norwalk Management, Inc.
5 Grey Wolf Exploration, Inc.
6 James W. Geis aka Jim Geis
7 Steven Kurzet

8 8275 S. Eastern Avenue, Suite 200-51
9 Las Vegas, NV 89123
10 and
11 707 Norwalk St.
12 Greensboro, NC 27407
13 and
14 30220 Rancho Viejo Road, Suite C
15 San Juan Capistrano, CA 92675
16 and
17 901 Dove Street, Suite 200
18 Newport Beach, CA 92660
19 and
20 26962 Sandalia Circle
21 Mission Viejo, CA 92619

22 **DESIST AND REFRAIN ORDER**
23 **(For violations of section 25110 of the Corporations Code)**

24 The California Corporations Commissioner finds that:

- 25 1. At all relevant times, Norwalk Management, Inc., formally Grey Wolf Exploration, Inc.
26 (hereinafter collectively as “Norwalk”), is or was a corporation with its principal place of business
27 located in North Carolina or Nevada and doing business in California. Norwalk did or does operate
28 natural gas wells and natural gas drilling operations on various leased properties located in North
Carolina or in California.
2. At all relevant times, Norwalk is and was a corporation operating for the purpose of engaging
in and profiting from the production and drilling of natural gas or oil from properties located in the
United States.
3. Beginning in or about 2004, Norwalk operated at least three natural gas drilling or production
wells known the “ETTL#1-10” well, the “CHICKHOMINY” well, and the “GRIFFIN #1-1” well

1 (herein collectively as “The Slawson Wells”). The Slawson Wells were or are purportedly located in
2 Sutter and Yolo Counties in California.

3 4. At all relevant times, James W. Geis, a.k.a. Jim Geis (herein “Geis”) and Steve Kurzet (herein
4 “Kurzet”) are or were representatives of Norwalk. Specifically, Kurzet is or was the chief executive
5 officer of Norwalk.

6 5. Beginning in at least 2004, Norwalk, Geis, and Kurzet offered and sold securities in the form
7 of investment contracts or certificates of interest or participation in an oil or gas title or lease or in
8 payment out of production under that title or lease.

9 6. The purported purpose of the offerings was to fund the production and operation of The
10 Slawson Wells. In return, investors would purportedly own a proportionate “working interest” in
11 Norwalk. Investors would receive monthly income payments from the profits and net revenues from
12 The Slawson Wells proportioned to their invested interest in Norwalk.

13 7. Beginning in or about September 2004, Norwalk, Geis, and Kurzet offered and sold the above
14 described securities in California to unaccredited investors.

15 8. These securities were offered or sold in California in issuer transactions. The Department of
16 Corporations has not issued a permit or other form of qualification authorizing any person to offer
17 and sell these securities in California.

18 Based on the foregoing findings, the California Corporations Commissioner finds that the
19 investment contracts or certificates of interest or participation in an oil or gas title or lease or in
20 payment out of production under that title or lease referred to as “working interests”, offered or sold
21 by Norwalk, Geis, and Kurzet, are securities subject to qualification under the California
22 Corporations Code. These securities are or have been offered and sold without being qualified or
23 exempt, in violation of Section 25110 of the California Corporations Code.

24 Pursuant to Section 25532 of the California Corporations Code, Norwalk Management, Inc.,
25 Grey Wolf Exploration, Inc., James W. Geis, and Steve Kurzet are hereby ordered to desist and
26 refrain from the further offer or sale in California of securities, including, but not limited to
27 investment contracts or certificates of interest or participation in an oil or gas title or lease or in
28

1 payment out of production under that title or lease or any other security unless and until qualification
2 has been made under said law or unless exempt.

3 This Order is necessary, in the public interest, for the protection of investors and consistent
4 with the purposes, policies, and provisions of the California Corporations Code.

5 Dated: November 8, 2007
6 Sacramento, California

PRESTON DUFAUCHARD
California Corporations Commissioner

7
8
9 By _____
10 ALAN S. WEINGER
11 Lead Corporations Counsel
12 Enforcement Division
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28