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

TO:

Addison Brown LLC
Justin A. Brown
Jon Garls
Paradise Valley Prospect Wells Joint Venture
Ingram 1&2 Payne County Wells Joint Venture
1700 Pacific Avenue, Suite 4690
Dallas, Texas 75201
and
5040 Addison Circle, #5754
Addison, TX 75001-6684

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

The California Corporations Commissioner finds that:

- 1. At all relevant times, Addison Brown LLC (herein "Addison") is or was a corporation with its principal place of business located at 1700 Pacific Avenue, Suite 4690, Dallas, Texas and doing business in California, Oklahoma, and Texas. Addison did or does operate oil and gas wells, as well as oil and gas drilling operations on various properties located in the state of Texas and Oklahoma.
- 2. In or about 2007, Addison participated in at least two drilling joint ventures as the promoter and operator of oil and gas wells known as the "Paradise Valley Prospect Wells Joint Venture", (herein "Paradise Valley Venture") and "Ingram 1&2 Payne County Wells Joint Venture" (herein "Payne Venture"). The Paradise Valley Venture was or is a project that involved drilling at least one (1) producing oil and gas well purportedly located in Oklahoma County, Oklahoma at the reservoir known as "Misener, Skinner, Redfork". The Payne Venture was or is a project that involved drilling of at least two (2) producing oil and gas wells purportedly located on the field known as "Yale-Quay" at the reservoir known as "Red Fork" in Payne County, Oklahoma.
- 3. At all relevant times, Jon Garls (herein "Garls") and Justin A. Brown (herein "Brown") are representatives of Addison. Specifically, Brown is or was the chairman and chief executive officer of Addison. Garls is or was the vice president and sales agent of Addison.

- 4. Beginning in at least or about 2007, Addison, Garls and Brown offered and sold securities in the form of investment contracts in the Paradise Valley Venture and Payne Venture joint ventures.
- 5. The purported purpose of the offerings was to fund the maintenance, drilling and production of the Paradise Valley Venture and the Payne Venture. In return, investors would receive monthly income payments, based on their investment interest, from the purported profits of the Paradise Valley Venture and Payne Venture.
- 6. Beginning in at least or about 2007, Addison, Garls and Brown offered and sold the above described investment contracts in the State of California to investors by way of making general solicitations through telemarketing or making "cold calls" in California.
- 7. These investment contracts were offered or sold in California in issuer transactions. The Department of Corporations has not issued a permit or other form of qualification authorizing any person to offer and sell these investment contracts in California.

Based on the foregoing findings, the California Corporations Commissioner finds that the investment contracts in the Paradise Valley Venture and the Payne Venture offered and sold by Jon Garls, Addison Brown LLC, and Justin A. Brown are securities subject to qualification under the California Corporations Code. These securities are or have been offered and sold without being qualified or exempt, in violation of Section 25110 of the California Corporations Code.

Pursuant to Section 25532 of the California Corporations Code, Addison Brown LLC, Justin A. Brown, Jon Garls, Paradise Valley Prospect Wells Joint Venture and Ingram 1&2 Payne County Wells Joint Venture are hereby ordered to desist and refrain from the further offer or sale in the State of California of securities, including, but not limited to investment contracts in the form of joint venture interests, unless and until qualification has been made under said law or unless exempt.

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This Order is necessary, in the public interest, for the protection of investors and consistent with the purposes, policies, and provisions of the California Corporations Code. Dated: March 11, 2008 Sacramento, California PRESTON DUFAUCHARD California Corporations Commissioner ALAN S. WEINGER
Lead Corporations Counsel
Enforcement Division