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## STATE OF CALIFORNIA BUSINESS, CONSUMER SERVICES AND HOUSING AGENCY DEPARTMENT OF BUSINESS OVERSIGHT

TO: Texas Allied Petroleum, Inc., TAP Management, Inc. Cody Davis 515 Congress Avenue, Suite 2525 Austin, Texas 78701

## **DESIST AND REFRAIN ORDER**

## (For Violations of Section 25110 of the Corporations Code)

The California Commissioner of Business Oversight ("Commissioner") finds that:

At all relevant times herein, Texas Allied Petroleum, Inc. ("Texas Allied
Petroleum") is a Texas corporation with its last known address at 515 Congress Avenue, Suite 2525,
Austin, Texas 78701. Texas Allied Petroleum operates a website at www.texasalliedpetroleum.com
and purportedly "produces petroleum and natural gas in the United States." Texas Allied Petroleum
reputedly owns TAP Management, Inc. as described below.

2. At all relevant times herein, TAP Management, Inc. ("TAP Management") is a Nevada corporation located at 515 Congress Avenue, Suite 2525, Austin, Texas 78701, the same office address as Texas Allied Petroleum. TAP Management maintains a website at www.texog.com. According to its website and its offering materials, TAP Management is a wholly owned subsidiary of Texas Allied Petroleum. TAP Management also claims to have "approximately 80 producing oil and gas wells in Wyoming, Kansas, Oklahoma, Louisiana, and Texas."

3. According to Tap Management's offering materials, Texas Allied Petroleum and TAP Management were "formed for the principal purpose of reviewing drilling prospects upon which partnerships and joint ventures sponsored by it would engage in oil and gas exploration, development and production activities."

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4. At all relevant times herein, Cody Davis is the chief operating officer of Texas Allied
Petroleum and serves as the chief executive officer and director of TAP Management. His last
known business address is at 515 Congress Avenue, Suite 2525, Austin, Texas.

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5. According to TAP Management's offering materials, TAP Management is the "Managing Venture" of the "Tribbey B Joint Venture" ("Tribbey Venture"), a "Texas joint venture formed to own working interest in and drill two oil and gas Prospect Wells, and if the Venturers vote in favor, one salt water disposal well." TAP Management offers units of partnership interest in the Tribbey Venture at \$62,500 per unit.

6. In or about November 2012, a representative of TAP Management cold-called at least one California resident ("CA Resident") and offered securities in the form of units of partnership interest labeled "units" and/or certificates of interest or participation in an oil, gas or mining title or lease or in payments out of production under that title or lease in the Tribbey Venture. In addition, the CA Resident was told that he would benefit from tax credits. The CA Resident was also told that Cody Davis was the principal of TAP Management. Subsequently, the CA Resident received the company's offering materials, including a "Confidential Information Memorandum" dated August 14, 2012. Shortly thereafter, the CA Resident received another telephone call from a TAP Management representative who explained that the CA Resident could easily make 45% up to 234% on the investment.

7. The units of partnership interest and/or certificates of interest or participation in an oil, gas or mining title or lease or in payments out of production under that title or lease in the Tribbey Venture were offered in this State in issuer transactions. The Department has not issued a permit or other form of qualification authorizing any person to offer or sell these securities in this State.

Based upon the foregoing findings, the Commissioner of Business Oversight is of the opinion that the securities in the form of units of partnership interest and/or certificates of interest or participation in an oil, gas or mining title or lease or in payments out of production under that title or lease offered by Texas Allied Petroleum, Inc., TAP Management, Inc. and Cody Davis are securities subject to qualification under the Corporate Securities Law of 1968 and are being or have been offered or sold without first being qualified. Under Corporations Code section 25532, Texas Allied

DESIST AND REFRAIN ORDER

1	Petroleum, Inc. TAP Management, Inc. and Cody Davis are hereby ordered to desist and refrain from
2	offering or selling or buying or offering to buy any security in the State of California, including but
3	not limited to units of partnership interest and/or certificates of interest or participation in an oil, gas
4	or mining title or lease or in payments out of production under that title or lease unless and until
5	qualification has been made under this law or unless exempt.
6	This Order is necessary, in the public interest, for the protection of investors and consistent
7	with the purposes, policies, and provisions of the Corporate Securities Law of 1968.
8	Dated: August 22, 2014
9	Los Angeles, California JAN LYNN OWEN
10	Commissioner of Business Oversight
11	By
12	MARY ANN SMITH
13	Deputy Commissioner Enforcement Division
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