

STATE OF ALABAMA  
ALABAMA SECURITIES COMMISSION

IN THE MATTER OF:

NEVADA PRECIOUS METALS INC ) ADMINISTRATIVE ORDER  
DAVID CHARLES STUART ) NO. CD-2011- 0023  
)  
RESPONDENTS )

CEASE AND DESIST ORDER

The Alabama Securities Commission ("Commission"), having authority to administer and provide for the enforcement of all provisions of Title 8, Chapter 6, Code of Alabama 1975, the Alabama Securities Act ("Act"), upon due consideration of the subject matter hereof, and having confirmed information of the offers for sale and/or sale of securities, into, within or from the state of Alabama, has determined as follows:

RESPONDENTS

1. NEVADA PRECIOUS METALS INC ("NPM") was incorporated in the State of Nevada on April 6, 2001, and revoked on April 23, 2010. The company operated out of Canada, with a business address of 40 Baif Boulevard # 301 Richmond Hill Ontario L4C5M9 and a United States address of 6121 Lakeside Drive, Suite 260 Reno, Nevada 89511.

2. DAVID CHARLES STUART ("STUART") a resident of Canada, with a home address of 40 Baif Boulevard # 301, Richard Hill, Ontario, L4C5M9, acted as an Agent of NPM by soliciting investments on behalf of NPM from an Alabama resident.

STATEMENT OF FACTS

3. On September 27, 2011, The Alabama Securities Commission received a complaint alleging STUART solicited an Alabama resident to purchase shares of NPM stock.

4. As a result of the aforementioned solicitation by STUART the Alabama resident purchased 426,500 shares of NPM stock beginning August 7, 2004, through March 17, 2011, totaling \$300,000.00. In each transaction the Alabama resident was issued stock certificates as evidence of the purchase.

5. On September 26, 2011, a review of the registration files of the Alabama Securities Commission revealed no registration for NEVADA PRECIOUS METALS, INC, nor for DAVID CHARLES STUART as a Securities Dealer, Securities Agent, Investment Advisor (IA) or Investment Advisor Representative (IAR) in the state of Alabama.

6. On SEPTEMBER 26, 2011, a review of the Commission's registration files disclosed no record of registration, or any perfected exemption from registration for the "NEVADA PRECIOUS METALS, INC, shares" offered and sold to the Alabama resident by STUART.

#### CONCLUSIONS OF LAW

7. Pursuant to Section 8-6-2(2) Code of Alabama 1975, defines an Agent as any individual other than a Dealer who represents a Dealer or Issuer in effecting or attempting to effect sales of securities. STUART, in effecting sales of securities, to wit: shares of stock of NPM, is an Agent as defined in the Act.

8. Pursuant to Section 8-6-2(10) Code of Alabama 1975, the definition of a "security" includes stock. The "NPM shares of stock", offered and sold to the Alabama resident by STUART are securities as defined in the act.

9. Pursuant to Code of Alabama 1975, § 8-6-3(a), it is unlawful for any person to transact business in this state as an agent or dealer for securities unless such person is registered under the Act. STUART, by offering and selling securities, to wit: shares of stock in NEVADA PRECIOUS METALS, INC, to an Alabama resident, acted as an agent in Alabama without benefit of registration with the Commission in violation of the Act.

10. Pursuant to Code of Alabama 1975, §8-6-4, it is unlawful for any person to offer or sell any security in this state unless: it is registered under the Act; the security is exempt from registration under §8-6-10; or the transaction is exempt under §8-6-11. The securities offered and/or sold by STUART, to wit: the shares of stock in NEVADA PRECIOUS METALS, INC, are neither registered nor exempt from registration in violation of the Act.

This Order does not prevent the Commission from seeking such other civil or criminal remedies that are available to it under the Act.

This Order is appropriate in the public interest for the protection of investors and is consistent with the purposes of the Act.

Additionally, if the allegations set forth herein are found to be true, through either administrative adjudication, failure of the RESPONDENTS to make a timely request for hearing, or default of the RESPONDENTS, it is the intention of the Commission to impose sanctions upon the RESPONDENTS. Such sanctions may include, inter alia, an administrative assessment imposed on RESPONDENTS, an additional administrative assessment for investigative cost arising from the investigation of the violation(s) described herein against RESPONDENTS, and a permanent order to bar RESPONDENTS from participation in any securities related industry in the state of Alabama.

**ACCORDINGLY, IT IS HEREBY ORDERED** that RESPONDENTS immediately **CEASE AND DESIST** from further offers or sales of any security into, within or from the state of Alabama.

Entered at Montgomery, Alabama, this 20th day of December, 2011.



ALABAMA SECURITIES COMMISSION  
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BY: \_\_\_\_\_

Joseph P. Borg  
Director