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BEFORE THE ARIZONA CORPORATION COMMISSION

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COMMISSIONERS

MARC SPITZER, Chairman
WILLIAM A. MUNDELL
JEFF HATCH-MILLER
MIKE GLEASON
KRISTIN K. MAYES

IN THE MATTER OF:

INTERNATIONAL GLOBAL POSITIONING,
INC., a Nevada corporation
720 Brazos Street, Ste. 500
Austin, TX 78701

JOHN J. MADSEN
11801 W Hwy. 71
Austin, TX 78738

MICHAEL J. COKER
11801 W Hwy. 71
Austin, TX 78738

JAMES W. DREOS, individually and dba
DREOS FINANCIAL SERVICES, and JANE DOE
DREOS, husband and wife
10201 E. North Ranch Gate Road
Scottsdale, AZ 85255
CRD# 802681

EDMOND L. LONERGAN and JANE DOE
LONERGAN, husband and wife
16126 East Powderhorn Drive
Fountain Hills, AZ 85268

CORPORATE ARCHITECTS, INC., a Nevada
corporation
8360 East Via de Ventura, Ste. L200
Scottsdale, AZ 85258

Respondents.

DOCKET NO. S-03523A-03-0000

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Arizona Corporation Commission
DOCKETED

APR 13 2004

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SEVENTH
PROCEDURAL ORDER

BY THE COMMISSION:

On November 18, 2003, the Securities Division ("Division") of the Arizona Corporation Commission ("Commission") filed a Notice of Opportunity for Hearing Regarding Proposed Order to Case, and Desist, for Restitution, for Administrative Penalties, of Revocation and/or Suspension and for Other Affirmative Action ("Notice") against International Global Positioning, Inc. ("IGP"), John

1 J. Madsen, Michael J. Coker, James W. Dreos, individually and dba Dreos Financial Services
2 (“DFS”) and Jane Doe Dreos, Edmond L. Lonergan and Jane Doe Lonergan and Corporate
3 Architects, Inc. (“CAI”) (collectively “Respondents”) in which the Division alleged multiple
4 violations of the Arizona Securities Act (“Act”) in connection with the offer and sale of securities in
5 the form of stock.

6 Respondents were duly served with copies of the Notice.

7 On December 2, 2003, Respondents James and Esther Dreos filed a request for hearing.

8 On December 4, 2003, Respondents Lonergan and CAI filed a request for hearing.

9 On December 5, 2003, Respondents IGP, Madsen and Coker filed a request for hearing.

10 On December 18, 2003, by Procedural Order, a pre-hearing conference was scheduled on
11 January 15, 2004.

12 On December 22, 2003, IGP, Madsen and Coker, by counsel, filed what was captioned
13 “Motion to Extend Time to File Amended Answer and Preliminary Answer (“IGP Motion”) to
14 January 5, 2004.

15 On December 23, 2003, IGP, Mr. Madsen and Mr. Coker, by counsel, filed an amendment to
16 the IGP Motion and requested until January 12, 2004 to file the amended Answer.

17 On December 29, 2003, the Division filed its Response to the IGP Motion and indicated that
18 it did not object to the request for an extension. Lonergan also filed an amended request for hearing
19 signed by Mrs. Lonergan.

20 On December 30, 2003, by Procedural Order, IGP’s Motion was granted and Respondents
21 IGP, Madsen and Coker were granted until January 12, 2004 to file an amended Answer.

22 On January 12, 2004, IGP, Madsen and Coker filed their amended Answer.

23 On January 15, 2004, at the pre-hearing conference, the Division, IGP, Madsen, Coker and
24 Dreos appeared through counsel. Respondents Lonergan and CAI did not appear. The parties have
25 been in discussions to resolve the allegations raised in the Notice and agreed that another pre-hearing
26 conference should be scheduled on March 4, 2004 to review the status of the proceeding.

27 On January 15, 2004, Respondents IGP, Madsen and Coker filed what was captioned “Motion
28 to Sever Proceedings” (“Motion to Sever”) from the proceedings against Respondents Dreos,

1 Lonergan and CAI.

2 On January 16, 2004, by Procedural Order, a pre-hearing conference was scheduled for March
3 4, 2004.

4 On January 20, 2004, the Division filed a response to the Motion to Sever arguing that it
5 should be denied because it would result in delays, expense, prejudice and harm to investors.

6 On January 27, 2004, Respondent James Dreos filed a response objecting to the Motion to
7 Sever. His objection pointed out that the Motion to Sever was not supported by any sworn statements
8 in support of the Motion to Sever.

9 On February 6, 2004, by Procedural Order, the Motion to Sever was denied.

10 On February 26, 2004, the Division filed a Joint Request to Continue ("Joint Request") the
11 pre-hearing conference scheduled for March 4, 2004 to March 8, 2004. The Division indicated the
12 reason for the Joint Request was due to a scheduling conflict and that all parties have agreed to the
13 continuance.

14 On March 8, 2004, at the pre-hearing conference, the Division, IGP, Mr. Madsen, Mr. Coker
15 and Mr. Dreos appeared with counsel. Mr. Lonergan appeared on his own behalf. Mr. Ron Kent
16 Hooper submitted a Motion to Withdraw as counsel for IGP, Mr. Madsen and Mr. Coker which had
17 been filed with Docket Control. Attached to Mr. Hooper's Motion to Withdraw was a Stipulation for
18 Substitution of Counsel signed by Mr. Harry N. Stone as substitute counsel and consented to by IGP,
19 Mr. Madsen and Mr. Coker. Counsel for the Division indicated that the Division is negotiating with
20 various Respondents possible forms of Consent Orders to be submitted to the Commission for
21 approval at its Securities Division Open Meeting in April. The Division will file a motion for a
22 hearing to be scheduled with respect to any remaining Respondents in the proceeding whose status is
23 not resolved by Consent Order.

24 On March 9, 2004, by Procedural Order, Mr. Hooper's Motion to Withdraw was granted and
25 the Division was ordered to request a hearing be scheduled for any remaining Respondents whose
26 case is not resolved by a Consent Order approved by the Commission.

27 On March 29, 2004, Mr. Harry N. Stone filed a Motion to Withdraw as counsel for IGP, Mr.
28 Madsen and Mr. Coker. Mr. Stone stated that a conflict had arisen with his clients causing him to

1 request permission to withdraw from the proceeding. Attached to Mr. Stone's Motion to Withdraw
2 as an exhibit was a consent to his withdrawal signed by Mr. Madsen and Mr. Coker, individually, and
3 also signed by Mr. Coker as IGP's president.

4 On March 30, 2004, the Division filed a Motion to Set Hearing and requested that the hearing
5 be set on June 7, 2004.

6 Accordingly, the Motion to Withdraw of Mr. Harry N. Stone should be granted and a hearing
7 scheduled.

8 IT IS THEREFORE ORDERED that the Motion to Withdraw by Mr. Harry N. Stone be, and
9 is hereby, granted.

10 IT IS FURTHER ORDERED that the Division's request to set a hearing is granted .

11 IT IS FURTHER ORDERED that a hearing shall be held on June 7, 2004, at 9:30 a.m., at the
12 Commission's offices, 1200 West Washington Street, Phoenix, Arizona.

13 IT IS FURTHER ORDERED that the parties shall also set aside June 8, 9 and 10, 2004 for
14 additional days of hearing, if necessary.

15 IT IS FURTHER ORDERED that the parties shall file copies of their exhibits and witness
16 lists by May 20, 2004, with courtesy copies provided to the presiding Administrative Law Judge.

17 DATED this 13TH day of April, 2004

18 
19 _____
20 MARC E. STERN
ADMINISTRATIVE LAW JUDGE

21 Copies of the foregoing were mailed/delivered
this 13 day of April, 2004 to:

22 Edmond and Dolores Lonergan
23 16126 East Powderhorn Drive
Fountain Hills, AZ 85268

24 CORPORATE ARCHITECTS, INC.
25 7320 E. Butherus
Scottsdale, AZ 85260

26 Lawrence J. Fleming
27 SHANNON & FLEMING, P.C.
1649 East Bethany Home Road
Phoenix, AZ 85016

28 Attorneys for Respondents James W. and Esther Dreos

1 Harry N. Stone
3030 N. 3rd Street
2 Phoenix, AZ 85012
Attorney for Respondents International Global Positioning, Inc.,
3 John J. Madsen and Michael J. Coker

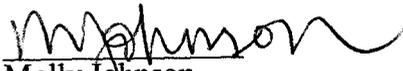
4 John J. Madsen
720 Brazos Street, #500
5 Austin, TX 78701

6 Michael J. Coker
720 Brazos Street, #500
7 Austin, TX 78701

8 International Global Positioning, Inc.
720 Brazos Street, #500
9 Austin, TX 78701

10 Matt Neubert, Director
Securities Division
11 ARIZONA CORPORATION COMMISSION
1300 West Washington Street
12 Phoenix, AZ 85007

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14 By: 
Molly Johnson
15 Secretary to Marc E. Stern

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**SECURITIES
OPEN MEETING AGENDA ITEM**

Open Meeting Date: 4/15/04

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Company Name: INTERNATIONAL GLOBAL POSTING

Matter/Issue: _____

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Docket Number: S-03523A-03-0000

Docket Number: _____

NAME	INITIALS	DATE
Commissioner Marc Spitzer	<i>MS</i>	4-13-04
Commissioner William Mundell	<i>WM</i>	4-13-04
Commissioner Kristin Mayes	<i>SM</i>	4/13/04
Commissioner Mike Gleason	<i>MG</i>	4/13/04
Commissioner Jeff Hatch-Miller	<i>JHM</i>	4/13/04
Hearing	<i>WJ</i>	4/13/04
Executive Secretary	<i>WJ</i>	4/13/04
Securities:		
Assistant Director		
Director - The Director's copy, and all remaining copies, go to the Director's Secretary.		

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ARIZONA CORPORATION COMMISSION
HEARING DIVISION