

ORIGINAL

THIS AMENDMENT	
<input type="checkbox"/> Passed	<input type="checkbox"/> Passed as amended by
<input type="checkbox"/> Failed	<input type="checkbox"/> Not Offered



SECURITIES DIVISION PROPOSED AMENDMENT #1

TIME/DATE PREPARED:

MATTER: Reserve Oil & Gas, Inc. et al.

AGENDA ITEM NO. 1

DOCKET NO: S-20437A-05-0925

OPEN MEETING DATE: December 4, 2008

Page 12, lines 10-13

DELETE: Page 12, lines 10-13

Page 13, lines 9-10

DELETE: Page 13, lines 9-10

INSERT: "Pursuant to A.R.S. §§ 25-214 and 25-215, this order of restitution and administrative penalties is a debt of Allen C. Stout and the marital community of Allen C. Stout and Eugenia Stout."

Page 13, lines 14-15

DELETE: Page 13, lines 14-15

INSERT: "Respondent Mr. Allen L. Stout should be dismissed from the proceeding and not found liable for any violations of the Act."

Page 13, lines 22-27

DELETE: Page 13, lines 22-27

INSERT: "IT IS FURTHER ORDERED that pursuant to the authority granted to the Commission under A.R.S. § 44-2036, Respondents Reserve Oil & Gas, Inc., Mr. Allen C. Stout, and the martial community of Mr. Allen C. Stout and Eugenia Stout, jointly and severally, shall pay as and for administrative penalties: for the violation of A.R.S. § 44-1841, the sum of \$5,000 and for the violation of A.R.S. §44-1842, the sum of \$5,000; and for violation of A.R.S. § 44-1991, the sum of \$10,000. The payment obligations for these administrative penalties shall be subordinate to the restitution obligations ordered herein and shall become immediately due and payable only after restitution payments have been paid in full or upon Respondents' default with respect to Respondents' restitution obligations."

RECEIVED
 2008 NOV 26 A 9:12
 AZ CORP COMMISSION
 DOCKET CONTROL

Arizona Corporation Commission
DOCKETED

NOV 26 2008

DOCKETED BY	<i>MW</i>
-------------	-----------

THIS AMENDMENT			
<input type="checkbox"/> Passed	<input type="checkbox"/> Passed as amended by	<input type="checkbox"/>	
<input type="checkbox"/> Failed	<input type="checkbox"/> Not Offered	<input type="checkbox"/> Withdrawn	

Page 14, line 28 through page 15, line 4

DELETE: Page 14, line 28 through page 15, line 4

INSERT: "IT IS FURTHER ORDERED that pursuant to the authority granted to the Commission under A.R.S. § 44-2036, the Respondents Reserve Oil & Gas, Inc., Mr. Allen C. Stout, and the marital community of Mr. Allen C. Stout and Eugenia Stout, jointly and severally, shall pay the administrative penalty ordered hereinabove the amount of \$20,000 payable by either cashiers' check or money order payable to the "State of Arizona," and presented to the Arizona Corporation Commission for deposit in the general fund for the State of Arizona."

Page 14, lines 9-14

DELETE: Page 14, lines 9-14

INSERT: "IT IS FURTHER ORDERED that pursuant to the authority granted to the Commission under A.R.S. § 44-2032, Respondents Reserve Oil & Gas, Inc., Mr. Allen C. Stout, and the marital community of Mr. Allen C. Stout and Eugenia Stout, jointly and severally, shall make restitution in the amount not to exceed \$155,000 which restitution shall be made pursuant to A.A.C. R14-4-308 subject to legal set-offs by the Respondents and confirmed by the Director of Securities, said restitution to be made within 60 days of the effective date of this Decision."

Page 15, lines 1-2

DELETE: Page 15, lines 1-2

INSERT: "IT IS FURTHER ORDERED that Respondent Mr. Allen L. Stout is not in violation of the Act and is hereby dismissed from the proceeding."