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BEFORE THE ARIZONA CORPORATION COMMISSION

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COMMISSIONERS

2010 FEB -1 P 1:38

- KRISTIN K. MAYES - Chairman
- GARY PIERCE
- PAUL NEWMAN
- SANDRA D. KENNEDY
- BOB STUMP

ARIZONA CORP COMMISSION  
DOCKET CONTROL

IN THE MATTER OF:

DOCKET NO. S-20716A-09-0574

MIKO D. WADY and JENNIFER L. SAVAGE  
(f.k.a. JENNIFER L. WADY), formerly husband  
and wife;

NATO ENTERPRISES, LLC, an Arizona limited  
liability company;

MALIKA S. SMITH and KORY C. SMITH,  
formerly wife and husband;

BOBBY G. GOODSON and PAMELA D.  
GOODSON, husband and wife;

Arizona Corporation Commission  
DOCKETED

CAA GENERAL PARTNERSHIP, an  
Arizona general partnership;

FEB -1 2010

MARIO K. REED, a single man;

DOCKETED BY *MW*

PHOENICIAN ENTERTAINMENT, L.L.C.,  
an Arizona limited liability company;

THURSTON SMITH and SHAVONE  
SMITH, husband and wife; and

B.Y.B. ENTERTAINMENT, L.L.C., an  
Arizona limited liability company;

RESPONDENTS.

**PROCEDURAL ORDER**  
**(Schedules Pre-Hearing Conference)**

BY THE COMMISSION:

On December 23, 2009, the Securities Division ("Division") of the Arizona Corporation Commission ("Commission") filed a Notice of Opportunity for Hearing ("Notice") against Miko D. Wady and Jennifer L. Savage (f.k.a. Jennifer L. Wady), formerly husband and wife; NATO Enterprises, LLC, an Arizona limited liability company ("NATO"); Malika S. Smith and Kory C. Smith, formerly wife and husband; Bobby G. Goodson and Pamela D. Goodson, husband and wife; CAA General Partnership, an Arizona general partnership ("CAA"); Mario K. Reed, a single man;

1 Phoenician Entertainment, L.L.C., an Arizona limited liability company (“Phoenician”); Thurston  
2 Smith and Shavone Smith, husband and wife; and B.Y.B. Entertainment, L.L.C., an Arizona limited  
3 liability company (“B.Y.B.”) (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 investment contracts.

6 The Respondents were duly served with copies of the Notice.

7 On January 7, 2010, a request for hearing was filed by Respondent Malika S. Smith.

8 On January 14, 2010, a request for hearing was filed by Respondent Mario Reed.

9 On January 15, 2010, a request for hearing was filed by Respondent Bobby Goodson.

10 Accordingly, a pre-hearing conference should be scheduled.

11 IT IS THEREFORE ORDERED that a **pre-hearing conference** shall be held on **February**  
12 **25, 2010, at 10:00 a.m.**, at the Commission’s offices, 1200 West Washington Street, Room 100,  
13 Phoenix, Arizona.

14 IT IS FURTHER ORDERED that the Ex Parte Rule (A.A.C. R14-3-113-Unauthorized  
15 Communications) applies to this proceeding as the matter is now set for public hearing.

16 IT IS FURTHER ORDERED that withdrawal or representation must be made in compliance  
17 with A.A.C. R14-3-104(E) and Rule 1.16 of the Rules of Professional Conduct (under Rule 42 of the  
18 Rules of the Arizona Supreme Court). Representation before the Commission includes appearances  
19 at all hearings and procedural conferences, as well as all Open Meetings for which the matter is  
20 scheduled for discussion, unless counsel has previously been granted permission to withdraw by the  
21 Administrative Law Judge or the Commission.

22 IT IS FURTHER ORDERED that all parties must comply with Rules 31 and 38 of the Rules  
23 of the Arizona Supreme Court and A.R.S. § 40-243 with respect to practice of law and admission *pro*  
24 *hac vice*.

25 ...  
26 ...  
27 ...  
28 ...

1 IT IS FURTHER ORDERED that the Presiding Officer may rescind, alter, amend, or waive  
2 any portion of this Procedural Order either by subsequent Procedural Order or by ruling at hearing.

3 DATED this 15<sup>th</sup> day of February, 2010.

4  
5  
6   
7 MARC E. STERN  
ADMINISTRATIVE LAW JUDGE

8 Copies of the foregoing mailed/delivered  
9 this 15<sup>th</sup> day of February, 2010 to:

10 Mario Reed  
11 1225 North Woodburne Drive  
12 Chandler, AZ 85224

13 Bobby Goodson  
14 2205 East Taurus Place  
15 Chandler, AZ 85249

16 Malika S. Smith  
17 1175 West Pecos Road, No. 1038  
18 Chandler, AZ 85069

19 Matt Neubert, Director  
20 Securities Division  
21 ARIZONA CORPORATION COMMISSION  
22 1300 West Washington Street  
23 Phoenix, AZ 85007

24 ARIZONA REPORTING SERVICE, INC.  
25 2200 North Central Avenue, Suite 502  
26 Phoenix, AZ 85004

27 By:   
28 Debra Broyles  
Secretary to Marc E. Stern