## STATE OF WASHINGTON DEPARTMENT OF FINANCIAL INSTITUTIONS SECURITIES DIVISION

IN THE MATTER OF DETERMINING Whether there has been a violation of the Securities Act of Washington by:

BMD ENTERPRISES, LTD. RONALD M. TOPPING NORTHWEST EAGLE, INC. RELIANT OF AMERICA, INC. NORTHWEST RELIANT, INC. ROGER A. CHINN E. ARLENE CHINN DONALD M. VORIES, SDO 36 - 00

CONSENT ORDER AND ORDER VACATING SDO 42 – 99 AS TO ROGER A. CHINN AND E. ARLENE CHINN

Case No: 97-07-368

Respondents.

## THE STATE OF WASHINGTON TO:

## ROGER A. CHINN E. ARLENE CHINN

Pursuant to the Securities Act of Washington, The Securities Division of the Department of Financial Institutions and Roger A. Chinn and E. Arlene Chinn do hereby enter into this CONSENT ORDER in settlement of the above captioned matter. Roger A. Chinn and E. Arlene Chinn hereby consent to the entry of this CONSENT ORDER. Roger A. Chinn and E. Arlene Chinn acknowledge the Securities Division's jurisdiction over this matter and its authority to enter this CONSENT ORDER.

The Securities Division has, in SDO 42 – 99, made certain allegations and conclusions, set forth under the headings "Tentative Findings of Fact" and "Conclusions of Law" in SDO 42 – 99, STATEMENT OF CHARGES AND NOTICE OF INTENTION TO ENTER ORDER TO CEASE AND DESIST, which are hereby incorporated by reference into this CONSENT ORDER.

## **CONSENT ORDER**

The Securities Division, Roger A. Chinn and E. Arlene Chinn have agreed upon a basis for resolution of the

matters alleged and concluded in SDO 42 – 99.

CONSENT ORDER AND ORDER VACATING SDO 42 – 99 AS TO ROGER A. CHINN AND E. ARLENE CHINN 1

DEPARTMENT OF FINANCIAL INSTITUTIONS Securities Division PO Box 9033 Olympia, WA 98507-9033 360-902-8760

Based upon the foregoing, NOW, THEREFORE, IT IS AGREED AND ORDERED that Roger A. Chinn and E. Arlene Chinn shall each cease and desist from offering and selling securities in any manner in violation of RCW 21.20.140, the securities registration section of the Securities Act of Washington.

IT IS FURTHER AGREED AND ORDERED that Roger A. Chinn and E. Arlene Chinn shall each cease and desist from acting as an unregistered securities broker-dealer or salesperson in violation of RCW 21.20.040, the broker-dealer and securities salesperson registration section of the Securities Act of Washington.

IT IS FURTHER AGREED AND ORDERED that Roger A. Chinn and E. Arlene Chinn shall each cease and desist from offering and selling securities in any manner in violation of RCW 21.20.010, the anti-fraud provisions of the Securities Act of Washington.

IT IS FURTHER AGREED AND ORDERED that E. Arlene Chinn shall cease and desist from making, or causing to be made, misleading filings with the Securities Division in violation of RCW 21.20.350, the section of the Securities Act of Washington prohibiting misleading filings.

IT IS FURTHER AGREED AND ORDERED that Roger A. Chinn, E. Arlene Chinn, or any entity controlled by Roger A. Chinn or E. Arlene Chinn will not claim or rely on the exemptions from registration under RCW 21.20.320(1), (9), (11), (13), or (17) for a period of three (3) years from the date of entry of this CONSENT ORDER unless that Roger A. Chinn, E. Arlene Chinn, or any entity controlled by Roger A. Chinn or E. Arlene Chinn obtain express prior written permission from the Securities Administrator.

IT IS FURTHER AGREED that Roger A. Chinn and E. Arlene Chinn shall not participate in any manner in the offer, sale, or the effecting or attempt to effect the offer or sale of or any transaction in any securities issued by, through, or for the benefit of BMD Enterprises, Ltd. and its subsidiaries, Northwest Eagle, Inc., Reliant of America, Inc., Northwest Reliant, Inc., and any successor(s) or assign(s) thereof for a period of three (3) years from the date of entry of this CONSENT ORDER, except that Roger A. Chinn and E. Arlene Chinn may offer to sell, sell, offer to purchase, or purchase said securities in the secondary market for their own account; Provided,

however, that such offer, sale, or purchase is made in compliance with all applicable laws and regulations. CONSENT ORDER AND ORDER DEPARTMENT OF FINANCIAL INSTITUTIONS 2 Securities Division VACATING SDO 42 - 99 AS TO ROGER A. CHINN AND E. ARLENE CHINN

1	IN CONSIDERATION OF THE FOREGOING, Roger A. Chinn and E. Arlene Chinn each withdraw their	
1 2	request for hearing and each waive their right to a hearing on this matter, and the Securities Division hereby	
3	vacates the STATEMENT OF CHARGES AND NOTICE OF INTENTION TO ENTER ORDER TO CEASE	
4	AND DESIST SDO 42 – 99 as to Roger A. Chinn and E. Arlene Chinn except to the extent that the allegations	
5	and conclusions in that STATEMENT OF CHARGES have been incorporated herein.	
6	WILLFUL VIOLATION OF THIS ORDER IS A CRIMINAL OFFENSE.	
7	SIGNED this day of	_, 2000.
8	Signed by:	Signed by:
9		
10		E. Asland Ching
11	Roger A. Chinn	E. Arlene Chinn
12	Approved as to form:	
13	Patrick Daly, Attorney for Roger Chinn and Arlene Chinn ENTERED this of, 2000.	
14		
15		
16		
17		Deborah R. Bortner
18		Securities Administrator
19	Approved by:	Presented by:
20		
21	Michael E. Stevenson	Marlo DeLange
22	Chief of Compliance	Securities Examiner
23		
24		
25	CONSENT ORDER AND ORDER VACATING SDO 42 – 99 AS TO ROGER A. CHINN AND E. ARLENE CHINN	3 DEPARTMENT OF FINANCIAL INSTITUTIONS Securities Division PO Box 9033 Olympia, WA 98507-9033 360-902-8760
26		
27		