

STATE OF ALABAMA  
ALABAMA SECURITIES COMMISSION

IN THE MATTER OF: )  
 )  
CHRISTOPHER KYLE CROFT )  
 )  
CK CAPITAL TRADING )  
 )  
RESPONDENTS )

ADMINISTRATIVE ORDER  
NO. CD-2005-00 40

CEASE AND DESIST ORDER

The Alabama Securities Commission ("Commission"), having the power 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. CHRISTOPHER KYLE CROFT (CROFT), 55 Hicks Drive, Rainsville, Al 35986, is the sole proprietor of CK CAPITAL TRADING.
2. CK CAPITAL TRADING (CK CAPITAL) is an Alabama entity with a mailing address of PO Box 1683, Rainsville, Al 35986.

STATEMENT OF FACTS

3. Between October 2002 and June 2005 CROFT solicited and accepted investment funds in a pooled investment fund maintained by CK CAPITAL.

4. CROFT commingled investor funds with personal funds in his personal checking account.
5. CROFT on behalf of CK CAPITAL issued each investor with a monthly statement that indicated that the investor had funds on deposit with CK CAPITAL and those funds were increasing in value.
6. CROFT transferred those funds to online securities trading accounts and conducted trades in those accounts on behalf of the investment pool.
7. The monthly statements issued by CK CAPITAL indicated that CROFT was retaining 25% of the earning as commission.
8. On August 5, 2005, CROFT advised investors that all of their funds had been lost.
9. Review of the files of the Commission, disclosed no record of registration or exemption from registration for CK CAPITAL as a broker dealer or for CROFT as a broker dealer agent or as an investment advisor in the state of Alabama.

#### CONCLUSIONS OF LAW

10. CK CAPITAL is not registered nor exempt from registration as a broker dealer in the state of Alabama, and has effected securities transactions with a resident of the state of Alabama.
11. CROFT is not registered as a broker dealer agent in the state of Alabama, and has effected securities transactions with a resident of the state of Alabama.

12. Transacting business in the state of Alabama as a dealer or agent, without benefit of registration or exemption from registration, is a violation of Section 8-6-3(a), Code of Alabama 1975.
13. CROFT is not registered as an investment adviser in the state of Alabama and has transacted business as an investment adviser with a resident of the state of Alabama.
14. Transacting business in the state of Alabama as an investment advisor, without benefit of registration or exemption from registration, is a violation of Section 8-6-3(b), Code of Alabama 1975.

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

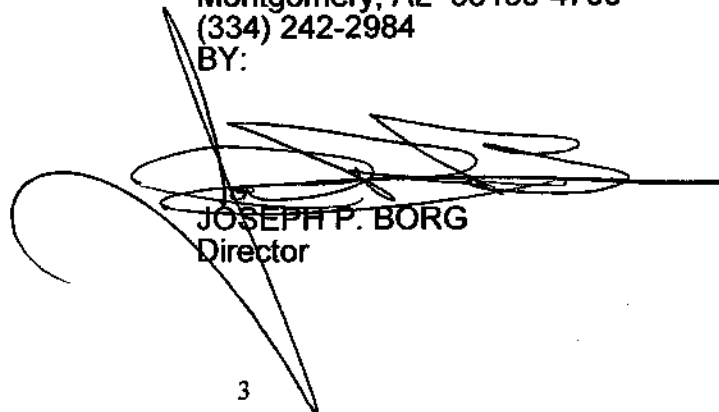
This Order is appropriate in the public interest for the protection of investors and is consistent with the purposes of the Act.

**ACCORDINGLY, IT IS HEREBY ORDERED** that CROFT and CK CAPITAL immediately **CEASE AND DESIST** from further securities transactions into, within or from the state of Alabama.

Entered at Montgomery, Alabama, this 23<sup>rd</sup> day of September, 2005.

ALABAMA SECURITIES COMMISSION  
770 Washington Avenue, Suite 570  
Montgomery, AL 36130-4700  
(334) 242-2984  
BY:



  
JOSEPH P. BORG  
Director