

1 **STATE OF WASHINGTON**  
2 **DEPARTMENT OF FINANCIAL INSTITUTIONS**  
3 **SECURITIES DIVISION**

4 IN THE MATTER OF DETERMINING ) Order Number S-05-118-05-SC01  
5 Whether there has been a violation of the )  
6 Securities Act of Washington by: ) STATEMENT OF CHARGES AND NOTICE  
7 ) OF INTENT TO ENTER ORDER TO CEASE  
8 ) AND DESIST AND TO IMPOSE FINES  
9 International Energy and Resources, )  
10 Inc.; US American Resources, Inc.; )  
11 Jinson Jose; Mark Marshall; )  
12 )  
13 Respondents.)

14 THE STATE OF WASHINGTON TO: International Energy and Resources, Inc.  
15 US American Resources, Inc.  
16 Jinson Jose  
17 Mark Marshall

18 **STATEMENT OF CHARGES**

19 Please take notice that the Securities Administrator of the State of Washington has reason  
20 to believe that Respondents, International Energy and Resources, Inc., US American Resources,  
21 Inc., Jinson Jose, and Mark Marshall, have each violated the Securities Act of Washington and  
22 that their violations justify the entry of an order of the Securities Administrator under RCW  
23 21.20.390 against each to cease and desist from such violations. The Securities Administrator  
24 finds as follows:

**TENTATIVE FINDINGS OF FACT**

**I. PARTIES**

1. International Energy and Resources, Inc. ("IER") is an exploration and  
development company with its principal place of business at 3839 Briargrove Lane #6307,  
Dallas, TX 15287. IER is a wholly owned subsidiary of US American Resources, Inc.

STATEMENT OF CHARGES AND NOTICE OF INTENT TO ENTER ORDER TO CEASE AND DESIST AND TO IMPOSE FINES

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

1 (“USAR”). USAR is an exploration and development company that represents that it specializes  
2 in gold, copper and silver mining projects.

3 2. Jinson Jose (“Jose”) is an account representative for IER.

4 3. Mark Marshall (“Marshall”) is an account representative for IER.

## 5 II. NATURE OF THE OFFERING

6 4. On or about June 6, 2005, Jose, on behalf of IER, made an unsolicited  
7 telephone call to a Washington state resident (“Resident”). Jose identified himself as a  
8 salesperson for IER, and said that he was calling to solicit investors in a gold mine.

9 5. On or about June 7, 2005, IER, through Jose, mailed or caused to be mailed to  
10 Resident offering materials relating to a gold mine located in La Paz, Arizona called the  
11 Chastain Mine.

12 6. According to the offering documents received by Resident, IER was offering a  
13 working interest in the mine to accredited investors, with a minimum participation of \$100,000,  
14 for a 2% working interest of the total offering. The offering documents projected that an  
15 individual investing \$100,000 would make \$1,526,204 over a ten year period. The offering  
16 documents did not include risks associated with the mining venture or IER’s financial  
17 statements.

18 7. In or around July of 2005 Marshall made three calls to Resident to convince  
19 Resident to invest in the Chastain Mine. In one call, on or about July 18, 2005, Marshall told  
20 Resident that he had just returned from the mine site in Arizona and production was beginning  
21 next week. Marshall indicated that the offering was almost full and subsequent offerings from  
22 IER would not be as profitable, but did not tell Resident why.

1 III. MISREPRESENTATIONS AND OMISSIONS

2 8. IER, USAR, Jose, and Marshall failed to provide material information regarding  
3 the investment, including but not limited to, a financial statement for IER and the risks involved  
4 with gold mining.

5 IV. REGISTRATION STATUS

6 9. IER is not currently registered to sell its securities in the state of Washington and  
7 has not previously been so registered.

8 10. USAR is not currently registered to sell its securities in the state of Washington  
9 and has not previously been so registered.

10 11. Jinson Jose is not currently registered as a securities salesperson or broker-dealer  
11 in the state of Washington and has not previously been so registered.

12 12. Mark Marshall is not currently registered as a securities salesperson or broker-  
13 dealer in the state of Washington and has not previously been so registered.

14  
15 Based upon the Tentative Findings of Fact, the following Conclusions of Law are made:

16 CONCLUSIONS OF LAW

17 1. The offer or sale of working interests in the Chastain Mine described above  
18 constitutes the offer or sale of a security as defined in RCW 21.20.005(10) and (12).

19 2. The offer or sale of said securities is in violation of RCW 21.20.140 because no  
20 registration or notification of claim of exemption for such offer or sale is on file with the  
21 Securities Administrator.

22 3. Jinson Jose has violated RCW 21.20.040 by offering or selling said securities  
23 while not registered as a securities salesperson or broker-dealer in the state of Washington.

1           4.       Mark Marshall has violated RCW 21.20.040 by offering or selling said securities  
2 while not registered as a securities salesperson or broker-dealer in the state of Washington.

3           5.       The offer and/or sale of said securities was made in violation of RCW 21.20.010  
4 because, as set forth in the Tentative Findings of Fact, Respondents made misstatements of  
5 material fact or omitted to state material facts necessary in order to make the statements made, in  
6 light of the circumstances under which they were made, not misleading.

7  
8           **NOTICE OF INTENT TO ORDER THE RESPONDENT TO CEASE AND DESIST**

9           Based on the above Tentative Findings of Fact and Conclusions of Law, the Securities  
10 Administrator intend to order that Respondents, International Energy and Resources, Inc., US  
11 American Resources, Inc., Jinson Jose, and Mark Marshall, their agents and employees, each  
12 cease and desist from violations of RCW 21.20.010, RCW 21.20.040, and RCW 21.20.140.

13  
14           **NOTICE OF INTENT TO IMPOSE FINES**

15           Pursuant to RCW 21.20.395, and based upon the Tentative Findings of Fact and  
16 Conclusions of Law, the Securities Administrator intends to order that Respondents,  
17 International Energy and Resources, Inc., US American Resources, Inc., Jinson Jose, and Mark  
18 Marshall, shall be jointly and severally liable for and pay a fine of \$5,000.

19  
20           **AUTHORITY AND PROCEDURE**

21           This Statement of Charges is entered pursuant to the provisions of 21.20.390 and  
22 21.20.395 and is subject to the provisions of RCW 34.05. The Respondents, International  
23 Energy and Resources, Inc., US American Resources, Inc., Jinson Jose, and Mark Marshall, may

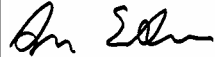
1 each make a written request for a hearing as set forth in the NOTICE OF OPPORTUNITY TO  
2 DEFEND AND OPPORTUNITY FOR HEARING accompanying this order.

3 If a Respondent does not request a hearing, the Securities Administrator intends to adopt  
4 the above Tentative Findings of Fact and Conclusions of Law as final and enter a permanent  
5 cease and desist order and impose fines as to that Respondent.

6 Dated and Entered this 7th day of September, 2005.

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9   
10 MICHAEL E. STEVENSON  
11 Securities Administrator

11 Approved by:

12 

13 Suzanne Sarason  
14 Chief of Compliance &  
15 Examinations

11 Presented by:

12 

13 Kate Reynolds  
14 Financial Legal Examiner