STATE OF WASHINGTON DEPARTMENT OF FINANCIAL INSTITUTIONS SECURITIES DIVISION

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

Iris Data Communications Corporation; David Kilpatrick;

Order Number S-09-280-10-CO01

CONSENT ORDER AS TO

DAVID KILPATRICK

Respondents.

On December 23, 2009, the Securities Administrator of the State of Washington issued Statement of Charges and Notice of Intent to Enter Order to Cease and Desist, Impose Fines, and Charge Costs ("Statement of Charges"), S-09-280-09-SC01 against Iris Data Communications Corporation and David Kilpatrick. Pursuant to the Securities Act of Washington, RCW 21.20, the Securities Division of the Department of Financial Institutions ("Securities Division") and Respondent David Kilpatrick do hereby enter into this CONSENT ORDER in settlement of the above captioned matter with respect to Respondent David Kilpatrick. The Securities Division has, in the Statement of Charges, made certain allegations and conclusions, set forth under the headings "Tentative Findings of Fact" and "Conclusions of Law." Respondent David Kilpatrick neither admits nor denies the Tentative Findings of Fact and Conclusions of Law, which are hereby incorporated by reference into this Consent Order.

CONSENT ORDER

Based upon the foregoing:

CONSENT ORDER

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

1	IT IS AGREED AND ORDERED that Respondent David Kilpatrick, shall cease and desist from	
2	offering or selling securities in violations of RCW 21.20.140, the securities registration section of the	
3	Securities Act of Washington.	
4	IT IS FURTHER AGREED AND ORDERED that Respondent David Kilpatrick, shall cease and	
5	desist from acting as an unregistered securities broker-dealer or salesperson in violation of RCW	
6	21.20.040, the broker-dealer and securities salesperson registration section of the Securities Act of	
7	Washington.	
8	IT IS FURTHER AGREED AND ORDERED that Respondent David Kilpatrick, shall cease and	
9	desist from violating RCW 21.20.010, the anti-fraud section of the Securities Act of Washington.	
10	IT IS FURTHER AGREED that Respondent David Kilpatrick enters into this Consent Order freely	
11	and voluntarily and with a full understanding of its terms and significance.	
12	IT IS FURTHER AGREED that the Securities Division has jurisdiction to enter this Order.	
13	IT IS FURTHER AGREED that in consideration of the foregoing Respondent David Kilpatrick	
14	waives his right to a hearing in this matter and judicial review of this matter pursuant to RCW 21.20.440	
15	and RCW 34.05.	
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17	SIGNED this, 2010.	
18	Signed by:	
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20	David Kilo strick in dividually	
21	David Kilpatrick, individually	
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23	CONSENT ORDER 2 DEPARTMENT OF FINANCIAL INSTITUTIONS Securities Division PO Box 9033 Olympic WA 08507 0033	
24	Olympia, WA 98507-9033 360-902-8760	

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3	SIGNED and ENTERED this <u>1st</u> day	of <u>September</u> , 2010
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6		Million 14 Seats
7		WILLIAM M. BEATTY
8		Securities Administrator
9	Approved by:	Presented by:
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11	of the	<i></i>
12	Suzanne Sarason Chief of Enforcement	Jack McClellan Enforcement Attorney
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22 23	CONSENT ORDER	3 DEPARTMENT OF FINANCIAL INSTITUTIONS Securities Division