

**STATE OF WASHINGTON  
DEPARTMENT OF FINANCIAL INSTITUTIONS  
SECURITIES DIVISION**

IN THE MATTER OF DETERMINING ) Order No.: S-12-1066-15-CO02  
whether there has been a violation of the )  
Securities Act of Washington by: ) CONSENT ORDER AS TO  
)  
Stephen M. Thompson; Leland Energy, Inc.; ) SAMSON ENERGY GROUP, LLC  
Mongolia Holdings, Inc. f/k/a Consolidation )  
Services, Inc.; Leland Kentucky Holdings, Inc.; )  
Leland Colorado Holdings, Inc.; Samson )  
Investment Group, LLC; Samson Energy Group, )  
LLC; Leland Tennessee Holdings, Inc.; The )  
Appalachian Drilling Fund II, LLP; The Knox )  
Drilling Fund, LLP; The Knox Drilling Fund II, )  
LLP; Green County Energy Fund, LLP; Rodgers )  
Production Revenue Fund, LLP; Block City )  
Drilling Fund, LLP; Energy Production Revenue )  
Fund, LLP; Production Revenue Drilling Fund, )  
LLP; Asset Management Drilling Fund, LLP; Weld )  
County Drilling Fund, LLP; Wattenberg Drilling )  
Fund, LLP; Wattenberg Drilling Fund II, LLP; )  
Greeley Wattenberg Drilling Fund, LLP; Samson )  
Wattenberg Drilling Fund, LLP; The Presidents )  
Fund, LLP; The Leland Energy Fund, LLP; The )  
Leland Energy Fund II, LLP; Joseph Finateri; Jerel )  
Richardson; Kirtan Khalsa; Clifford V. Aaron; )  
Ronelle Vallejo a/k/a Ron Vale; Rudolpho Gomez )  
a/k/a Rudy Gomez; Michael Forman; William )  
Marlin; and Elvis R. Mendes a/k/a Ron Mendes, )  
)  
Respondents. )  
)

**INTRODUCTION**

On April 20, 2015, the Securities Administrator of the Securities Division of the Department of Financial Institutions (“Securities Division”) issued a Statement of Charges and Notice of Intent to Enter Order to Cease and Desist, to Impose Fines, and to Charge Costs (“Statement of Charges”) Order Number S-12-1066-13-SC01, against Respondents Stephen M. Thompson; Leland Energy, Inc.; Mongolia Holdings, Inc. f/k/a Consolidation Services, Inc.; Leland Kentucky Holdings, Inc.; Leland Colorado Holdings, Inc.; Samson Investment Group, LLC; Samson Energy Group, LLC; Leland Tennessee Holdings, Inc.; The Appalachian Drilling Fund II, LLP; The Knox Drilling Fund, LLP; The Knox Drilling Fund II, LLP; Green County Energy Fund, LLP; Rodgers Production Revenue Fund, LLP;

**CONSENT ORDER**

1 Block City Drilling Fund, LLP; Energy Production Revenue Fund, LLP; Production Revenue Drilling Fund, LLP;  
2 Asset Management Drilling Fund, LLP; Weld County Drilling Fund, LLP; Wattenberg Drilling Fund, LLP;  
3 Wattenberg Drilling Fund II, LLP; Greeley Wattenberg Drilling Fund, LLP; Samson Wattenberg Drilling Fund, LLP;  
4 The Presidents Fund, LLP; The Leland Energy Fund, LLP; The Leland Energy Fund II, LLP; Joseph Finateri; Jerel  
5 Richardson; Kirtan Khalsa; Michael Forman; Ronelle Vallejo a/k/a Ron Vale; Clifford V. Aaron; Rudolpho Gomez  
6 a/k/a Rudy Gomez; William Marlin; and Elvis R. Mendes a/k/a Ron Mendes.

7 Pursuant to the Securities Act of Washington, RCW 21.20, the Securities Division and Respondent Samson  
8 Energy Group, LLC do hereby enter into this Consent Order in settlement of the matters set forth in the Statement of  
9 Charges. Respondent Samson Energy Group, LLC neither admits nor denies the Findings of Fact and Conclusions of  
10 Law as set forth in the Statement of Charges, which are hereby incorporated by reference into this Consent Order.

#### 11 **CONSENT ORDER**

12 Based upon the foregoing and finding it in the public interest:

13 IT IS AGREED AND ORDERED that Respondent Samson Energy Group, LLC, its agents, and employees  
14 shall cease and desist from violating RCW 21.20.140, the securities registration section of the Securities Act of  
15 Washington.

16 IT IS FURTHER AGREED that Respondent Samson Energy Group, LLC, its agents, and employees shall  
17 cease and desist from violating RCW 21.20.010, the anti-fraud section of the Securities Act of Washington.

18 IT IS FURTHER AGREED that Samson Energy Group, LLC shall pay a fine of \$5,000 prior to the entry of  
19 this Consent Order.

20 IT IS FURTHER AGREED that Samson Energy Group, LLC shall pay costs of \$750 prior to the entry of this  
21 Consent Order.

22 IT IS FURTHER AGREED that the Securities Division has jurisdiction to enter this Consent Order.

23 IT IS FURTHER AGREED that Respondent Samson Energy Group, LLC enters into this Consent Order  
24 freely and voluntarily and with a full understanding of its terms and significance.

1 IT IS FURTHER AGREED that in consideration of the foregoing, Respondent Samson Energy Group, LLC  
2 waives its rights to a hearing and judicial review of this matter pursuant to RCW 21.20.440 and Chapter 34.05 RCW.

3  
4 WILLFUL VIOLATION OF THIS ORDER IS A CRIMINAL OFFENSE.

5 Signed this 8<sup>th</sup> day of July 2015.


6 Signed by:  
7 Samson Energy Group, LLC  
8  
9 /s/  
10 Michael Brovsky  
11 President of Samson Energy Group, LLC

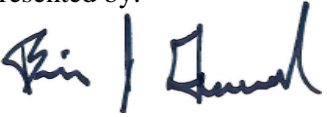
Approved as to Form by:  
  
9 /s/  
10 Randolph W. Katz, Attorney for Respondent  
11 Cal Bar No. 86214


12 SIGNED and ENTERED this 14th day of July 2015.

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15  
16 William M. Beatty  
17 Securities Administrator

17 Approved by:  
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21 Suzanne Sarason  
22 Chief of Enforcement

Presented by:  
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21 Brian J. Guerard  
22 Financial Legal Examiner

22 Reviewed by:  
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25 Jack McClellan  
26 Financial Legal Examiner Supervisor

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