



COMMISSION NEWS

ARIZONA CORPORATION COMMISSION, 1200 W. WASHINGTON, PHOENIX, AZ 85007

TO: EDITORS, NEWS DIRECTORS
FOR: IMMEDIATE RELEASE

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ACC ORDERS A HALT TO THE OFFERS AND SALES OF SECURITIES IN OIL AND GAS OPPORTUNITIES

PHOENIX – The Arizona Corporation Commission’s Securities Division issued a Temporary Order to Cease and Desist against two individuals and their spouses and the Nevada Corporation with which they are affiliated. The Securities Division alleges multiple violations of the Arizona Securities Act in connection with the offer and sale of investments in oil and gas opportunities. Investors and sales agents should be on notice that it is against the law to offer or sell these investments while the Temporary Cease and Desist Order is in effect.

Those named in the action include:

- Allen Stout, Sr.
- Allen Stout, Jr.
- Reserve Oil & Gas, Inc., a Nevada Corporation

The Commission’s Temporary Order allows the respondents to request a hearing to respond to the Commission’s allegations. The 10-page Temporary Order alleges the following violations:

- The respondents used a website – www.reserveoil.com to entice Arizona investors to invest in oil and gas opportunities. According to the website, respondents were to acquire and develop oil and gas opportunities by acquiring low-cost leases on undeveloped acreage in Texas. Respondents claim to have an agreement with a company located in Texas to allegedly oversee the drilling and operations of Reserve Oil & Gas, Inc.’s projects.

- The respondents allegedly failed to inform investors that Allen Stout, Sr. pled guilty to Tax Evasion in California in 1997 and that he served 8 months in prison and spent two years on supervised release. He was also ordered to pay \$149,203.99 in restitution in connection with the Tax Evasion plea.
- None of the companies or individuals are registered to offer or sell securities in or from the State of Arizona.

The Company and individuals have 30 calendar days to respond to the Commission's Temporary Cease and Desist Order. The Commission is seeking investors who may have invested in Reserve Oil & Gas' projects. Those investors should contact the Securities Division of the Arizona Corporation Commission at 602-542-4242.

Caution for Investors

Before investing, people should verify the registration of sellers and investment opportunities and investigate disciplinary histories by contacting the Arizona Corporation Commission's Securities Division at the number listed above or toll free outside the Phoenix metropolitan area and Arizona at 1-866-VERIFY-9. The Division's investor education website also has helpful information at www.azinvestor.gov.

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