

**IN THE DISTRICT COURT OF OKLAHOMA COUNTY
STATE OF OKLAHOMA**

FILED IN THE DISTRICT COURT
OKLAHOMA COUNTY, OKLA.

NOV - 7 2008

PATRICIA PRESLEY, COURT CLERK

by _____
DEPUTY

Oklahoma Department of Securities)
ex rel. Irving L. Faught,)
Administrator,)

Plaintiff.)

v.)

Case No. CJ-2008-572

Timothy Broadous, individually and)
dba Embassy Ventures, Ltd. and)
Embassy Investments & Securities, Inc.)
Sheri Broadous, an individual and)
dba Embassy Ventures, Ltd.,)
Embassy Ventures, Ltd.)
an Oklahoma corporation,)
Embassy Investments and Securities, Inc.,)
an Oklahoma corporation,)
Roddy Howald, an individual,)
and Edward Hunt, an individual,)

Defendants.)

**REPORT OF OKLAHOMA DEPARTMENT OF SECURITIES AND
MOTION FOR APPROVAL OF INVESTOR CLAIM DESIGNATIONS**

The Oklahoma Department of Securities *ex rel.* Irving L. Faught, Administrator (Plaintiff), submits its report to the Court regarding claims received pursuant to the order of this Court from those persons (Investors) who invested money with Defendants Timothy Broadous, Sheri Broadous, Embassy Ventures, Ltd., Embassy Investments and Securities, Inc., Roddy Howald, and Edward Hunt (collectively, Defendants). Plaintiff also respectfully moves for an order approving the designation of Investor claim amounts by Plaintiff.

On July 8, 2008, Plaintiff requested and on July 28, 2008, this Court entered an order establishing a claims procedure to notify Investors that they are required to submit a proof of claim setting forth the nature and amount of their investments and to provide documentation of such amounts. Claims were required to be submitted to Plaintiff on or before August 15, 2008.

Plaintiff mailed a Proof of Claim form to all Investors of Defendants, known to Plaintiff, by regular mail.

Plaintiff has completed a review of Investor Proof of Claim forms and supporting documentation. Plaintiff has compared this information with the bank records of Defendants reflecting the amounts of money paid by and to the Investors. Plaintiff has prepared a report in which a claim number is assigned to each Investor for identification and a claim amount is designated to each Investor. See Exhibit A. Plaintiff has also prepared a letter notifying Investors of the claim amount Plaintiff has designated to them and of their opportunity to be heard on any disagreement with such designation. See Exhibit B.

Plaintiff respectfully requests that this Court approve the claim amounts designated by Plaintiff according to the report attached as Exhibit A.

Respectfully submitted,



Gerri Stuckey, OBA #16732
Amanda Cornmesser, OBA #20044
Oklahoma Department of Securities
120 North Robinson, Suite 860
Oklahoma City, Oklahoma 73102
Telephone (405) 280-7700
Fax (405) 280-7742
Attorney for Plaintiff

NOTICE OF HEARING

Please be advised that a hearing on the *Report of Oklahoma Department of Securities and Motion for Approval of Investor Claim Designations* has been set for the 18th day of December, 2008, at 1:30 o'clock p.m., before District Judge Vicki Robertson, Oklahoma County Courthouse, Oklahoma City, Oklahoma.

CERTIFICATE OF MAILING

This is to certify that on the 7th day of November, 2008, the foregoing was sent by U.S. Mail, first class, postage prepaid, to:

Jerry Williams
Balogh Cherry Mitchell & Williams
324 S. Main, Ste. 601
Tulsa, OK 74103-3682
*Counsel for Defendants Timothy and Sheri Broadous,
Embassy Ventures, Ltd, and Embassy Investments and Securities, Inc.*

Richard Badillo
Badillo Law Firm PLLC
240 W. 15th Street
Tulsa, OK 74119
Attorney for Defendant Roddy Howald

Edward G. Hunt
10614 E. 34th Place
Tulsa, OK 74146
Pro se


Gerri Stuckey

**Report of Oklahoma Department of Securities
to the Oklahoma County District Court**

Proposed Designated Claim Amounts

<u>Investor</u>	<u>AMOUNT OF CLAIM FILED</u>	<u>PROPOSED DESIGNATED CLAIM AMOUNT</u>
1	\$336,081.73	\$269,057.49
2	\$25,907.05	\$13,689.60
3	\$41,998.92	\$30,842.65
4	\$12,000.00	\$12,000.00
5	\$249,405.09	\$143,452.39
6	\$974,189.00	*\$1,149,689.40
7	\$4,500.00	\$4,500.00
8	\$4,081.67	\$3,242.98
9	\$67,104.74	\$43,490.48
10	\$85,952.09	\$66,505.68
11	\$15,888.08	\$13,251.41
12	\$3,000.00	\$3,000.00
13	\$10,000.00	\$3,760.50
14	\$20,437.31	\$18,326.24
15	\$3,308.18	\$3,280.79
16	\$11,340.46	\$6,730.33

*Investor #6 has a judgment against Timothy Broadous in the amount of \$1,125,000.00 plus interest for losses in connection with this foreign currency trading scheme. Investor #6 gave Defendants an additional \$24,689.40 that was not accounted for in his judgment.

EXHIBIT A

November, 2008

Investor Name
Investor Address

Re: *Oklahoma Department of Securities ex rel. Irving L. Faught v. Timothy Broadous, Sheri Broadous, Embassy Ventures, Ltd., and Embassy Investments and Securities, Inc.*
Civil Case No. CJ-08-572

Dear Investor Name:

On November ____, 2008, the Oklahoma Department of Securities filed with the Oklahoma County District Court, a Report of Oklahoma Department of Securities and Motion for Approval of Investor Claim Designations (Report and Motion) in the referenced case. In the Report and Motion, the Department designated to you a claim amount based on the claim and supporting documents you filed with the Department, as well as the bank and corporate records of Defendants, as follows:

Investor Name (#____)	Investment Amounts	Payments Received From Defendants	Designated Claim Amount
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If you agree with these amounts, you do not need to file anything or make contact with the Court or the Department. In addition, you will not need to appear in Court for the hearing described below.

If you disagree, you may contact Gerri Stuckey at the Department to discuss the designation at (405) 280-7721, or you may file with the Court written proof of the correct claim amount and appear for a hearing on the ____ day of _____, 2008, at ____ o'clock __.m., before District Judge Vicki Robertson, Oklahoma County Courthouse, Oklahoma City, Oklahoma.

Sincerely,

Gerri Stuckey
Enforcement Attorney

EXHIBIT B