

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

Oklahoma Department of Securities)
ex rel. Irving L. Faught,)
Administrator,)
)
Plaintiff,)
)
v.)
)
Robert S. Miles, COEREC, Inc., an)
Oklahoma corporation and)
Daystar Investments International, Inc.,)
f/k/a Daystar Investments, Inc., an)
Oklahoma corporation,)
)
Defendants.)

Case No. CJ-2002-00035

**DISTRICT COURT
FILED**

NOV 26 2002

SALLY HOWE SMITH, COURT CLERK
STATE OF OKLA: TULSA COUNTY

PERMANENT INJUNCTION

This matter came on for hearing before the Court on this 19th day of June, 2002, on the motion of plaintiff, Oklahoma Department of Securities ex rel. Irving L. Faught, Administrator ("Plaintiff"), for default judgment against COEREC, Inc., an Oklahoma corporation, and Daystar Investments International, Inc., f/k/a Daystar Investments, Inc., an Oklahoma Corporation ("Defendants"). The Court finds that it has jurisdiction of the parties and the subject matter of this action.

On January 3, 2002, Plaintiff filed a Petition for Permanent Injunction and other Equitable Relief ("Petition") against Defendants. On January 7, 2002, each Defendant was personally served with the Petition and a summons. As of the date of the hearing, neither Defendant had filed answers and their time for doing so had expired.

The Court, having reviewed the evidence presented, and being fully advised in the premises, and on consideration thereof, finds that default judgment should be, and hereby is, entered against Defendants. The allegations in Plaintiff's petition (the "Petition") as to Defendants are deemed true as set forth therein and violations of the Oklahoma Securities Act (the "Act"), Okla. Stat. tit. 71, §§ 1-17, 101-103, 201-204, 301-307, 401-413, 501, 701-703 (1991 and Supp. 2000), have been established by Plaintiff.

The Court further finds that in connection with the offer, sale, and/or purchase of securities in and/or from the state of Oklahoma, Defendants employed a device, scheme, or artifice to defraud in violation of subsection (1) of Section 101 of the Act.

The Court further finds that in connection with the offer, sale, and/or purchase of securities in and/or from the state of Oklahoma, Defendants made untrue statement of a material fact and omitted to state material facts necessary in order to make statements made, in light of the circumstances under which they are made, not misleading in violation of subsection (2) of Section 101 of the Act.

The Court further finds that in connection with the offer, sale, and/or purchase of securities in and/or from the state of Oklahoma, Defendants engaged in acts, practices and a course of business which operated as a fraud or deceit in violation of subsection (3) of Section 101 of the Act.

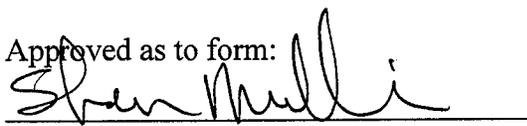
IT IS THEREFORE ORDERED, ADJUDGED AND DECREED that judgment be, and hereby is, entered against Defendants.

IT IS FURTHER ORDERED, ADJUDGED AND DECREED by the Court that Defendants be, and hereby are, permanently enjoined and restrained from directly or indirectly, offering and/or selling any security, as defined in Section 2 of the Act, in this state other than for their own accounts.

IT IS FURTHER ORDERED, ADJUDGED AND DECREED by the Court that Defendants be, and hereby are, permanently enjoined and restrained from directly or indirectly, transacting business in this state as a broker-dealer, agent, investment adviser and/or investment adviser representative as defined in Section 2 of the Act.

THIS ORDER IS ENTERED this 26 day of Nov, 2002.


DEBORAH C. SHALLCROSS,
JUDGE OF THE TULSA COUNTY
DISTRICT COURT

Approved as to form:

Shaun M. Mullins (OBA #16869)
Enforcement Attorney
Oklahoma Department of Securities
First National Center, Suite 860
120 N. Robinson
Oklahoma City, OK 73102
(405) 280-7700