

STATE OF OHIO
DEPARTMENT OF COMMERCE
DIVISION OF SECURITIES
COLUMBUS, OHIO 43215-6131

Order No. 15-021

IN THE MATTER OF: HORIZON ENERGY, LLC
 HARRISON OWENS

NOTICE OF OPPORTUNITY FOR HEARING

NOTICE OF INTENT TO ISSUE A CEASE AND DESIST ORDER

DIVISION ORDER

WHEREAS, the Ohio Division of Securities (hereinafter "the Division") is charged with the responsibility of protecting investors and finds that this Order is necessary or appropriate in the public interest or for the protection of investors, and is consistent with the purposes of the Ohio Securities Act, Chapter 1707 of the Ohio Revised Code (hereinafter "R.C."); and

WHEREAS, the Division has conducted an investigation into the activities of Horizon Energy, LLC, whose last known address was 2724 North Nevada Avenue, Room 118, Colorado Springs, Colorado 80907 and Harrison Owens (hereinafter collectively "Respondents"), whose last known address was 1129 Verde Drive, Apartment D, Colorado Springs, Colorado 80910, and as a result of said investigation, the Division alleges as follows:

- (1) Respondent Horizon Energy, LLC ("Horizon") is a Colorado company engaged in the business of exploring for and producing oil and gas and conducting business in the State of Ohio during all time periods relevant to this Order;
- (2) Respondent Harrison Owens ("Owens") is a natural person and the President of Horizon;
- (3) On or about January 20, 2012, JS, an Ohio resident, received a call from Owens soliciting JS to invest in Amazon 13-29 Joint Venture for the exploration of, the production from, and the operation of an oil well in Cheyenne County, Nebraska. After placing this call to JS, Owens sent JS a package that included a letter explaining the prospects for Amazon 13-29, a Confidential Information Memorandum ("Memorandum"), a Joint Venture Agreement, Limited Power of Attorney, Questionnaire, Application Agreement, and Financial Projections;

- (4) The Confidential Information Memorandum for Amazon 13-29 Joint Venture dated September 26, 2011 states that Amazon Exploration, LLC – a Colorado company and the managing partner for Amazon 13-29 Joint Venture – is attempting to raise \$1,542,852.00 through the sale of 18 units in a joint venture in the exploration of, production from, and operation of oils wells in Cheyenne County, Nebraska;
- (5) On December 1, 2011, Owens was terminated from his employment with Fairfield Energy, Incorporated, a Colorado company and the managing partner of Amazon Exploration, LLC. Prior to his termination from Fairfield Energy, Incorporated, Owens, without authorization, copied documentation concerning Amazon 13-29 Joint Venture and utilized them in his company, Horizon;
- (6) Neither during the telephone conversation with JS nor in the documentation that Owens mailed, did he disclose the fact that the Internal Revenue Service (“IRS”) had issued a lien against him in the amount of Eighteen Thousand One Hundred Twenty-Six Dollars (\$18,126.00);
- (7) Neither during the telephone conversation with JS nor in the documentation that Owens mailed, did he disclose the fact that he had been terminated from Fairfield Energy and that, without authorization, he copied the Memorandum and other documents from Fairfield Energy;
- (8) R.C. 1707.01(C)(1) defines sale, in part, as an attempt to dispose of, an attempt to sell, or the solicitation to sell a security or interest in a security;
- (9) R.C. 1707.44(G) prohibits an individual, in selling securities, from knowingly engaging in any act or practice that is declared illegal, defined as fraudulent, or prohibited; and
- (10) Owens’ failure to disclose the federal tax lien against him and failure to disclose that he had been terminated from Fairfield Energy and that, without authorization, he copied the Memorandum and other documents from Fairfield Energy were material omissions which constitute violations of 1707.44(G).

WHEREAS, based on Paragraphs (1) through (10), the Division alleges that Horizon Energy, LLC, and Harrison Owens have violated the provisions of R.C. 1707.44(G);

THEREFORE, IT IS ORDERED THAT, pursuant to Chapter 119 of the Ohio Revised Code, Respondents Horizon Energy, LLC and Harrison Owens are hereby notified that thirty (30) days from the date of mailing of this Notice, the Division, pursuant to R.C. 1707.23(G), intends to issue a **FINAL ORDER TO CEASE AND**

DESIST to Horizon Energy, LLC and Harrison Owens from the acts and practices as described above which constitute a violation of Chapter 1707 of the Ohio Revised Code;

FURTHER, IT IS ORDERED THAT, pursuant to Chapter 119 of the Ohio Revised Code, Respondents are hereby notified that they are entitled to an adjudicatory hearing. If Respondents wish to request such a hearing, the request must be made in writing and must be received in the offices of the Division within thirty (30) days from the date of mailing of this Notice. At the hearing, Respondents and the Division may appear in person, by their attorneys, or together with their attorneys, or they may present their position, arguments, or contentions in writing, and that at the hearing they may present evidence and examine witnesses appearing for and against them; and

FURTHER, IT IS ORDERED THAT, if no hearing is timely requested, a **FINAL ORDER TO CEASE AND DESIST** may be issued.

JAGR/cn

WITNESS MY HAND AND THE OFFICIAL SEAL OF THIS DIVISION at
Columbus, Ohio this 14th day of October 2015.

Andrea L. Seidt

Andrea Seidt, Commissioner of Securities