

**COMMONWEALTH OF KENTUCKY  
PUBLIC PROTECTION CABINET  
DEPARTMENT OF FINANCIAL INSTITUTIONS  
DIVISION OF SECURITIES  
AGENCY CASE NO. 2008-AH- 012  
ADMINISTRATIVE ACTION NO. 08-PPC-0092**

COMMONWEALTH OF KENTUCKY, EX. RE. THE  
EXECUTIVE DIRECTOR OF THE  
OFFICE OF FINANCIAL INSTITUTIONS

PETITIONER

V.

DALLAS R. SEAGRAVES and  
INDEPENDENT ADVISORY  
SERVICES INCORPORATED.

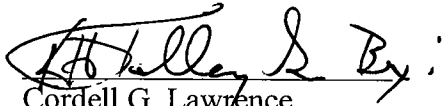
RESPONDENTS

**AGREED ORDER OF DISMISSAL**

On February 28, 2008, the Department (formerly "Office") of Financial Institutions entered an administrative order directing the Respondents, Dallas R. Seagraves and Independent Advisory Services Incorporated, to show cause why its license in Kentucky as an investment adviser should not be revoked for failure to satisfy the solvency requirements of the Kentucky Securities Act (KRS Chapter 292) and the administrative regulations promulgated thereunder. After entry of the administrative order, Respondents formally requested an administrative hearing and this matter was assigned for hearing pursuant to KRS Chapter 13B. However, the Department of Financial Institutions has recently been advised by Mr. Seagraves' current broker-dealer, H. Beck, Inc., that Mr. Seagraves has agreed to terminate his state registered investment adviser license, effective July 1, 2008, and to register as an investment adviser representative of H. Beck's RIA. On July 1, 2008, Mr. Seagraves agrees to file a Form

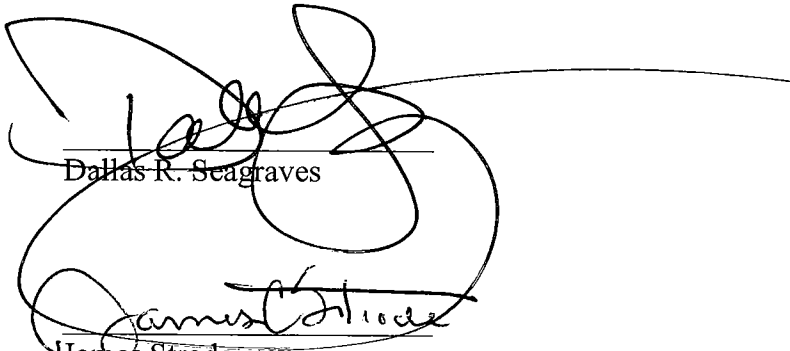
ADV-W with this office officially withdrawing his investment adviser license in Kentucky. Accordingly, the pending administrative action has become moot as a result of these recent developments, and by agreement of the parties, this matter should be dismissed. Accordingly, it is hereby ORDERED that the above action is dismissed with prejudice by agreement of the parties. This is a final order.

Entered this 20<sup>th</sup> day of June, 2008.

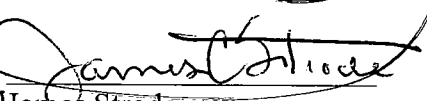


Cordell G. Lawrence  
Commissioner  
Department of Financial Institutions  
1025 Capital Center Drive  
Suite 200  
Frankfort, KY 40601  
(502) 573-3390

Consented to:



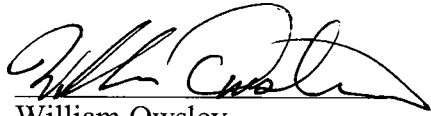
Dallas R. Seagraves



James Strode  
Director  
Division of Securities

**Certificate**

I, William Owsley, Counsel for the Department of Financial Institutions, certify that a copy of the foregoing Order was mailed by regular mail, postage prepaid, to Dallas R. Seagraves, 141 Woodview Drive, Nicholasville, KY 40356 and to Michael Head, Hearing Officer, Division of Administrative Hearings, Office of the Attorney General, 1024 Capital Center Drive, Suite 200, Frankfort, KY 40601 this 20th day of June, 2008.



William Owsley  
Counsel  
Department of Financial Institutions