

**STATE OF ILLINOIS
SECRETARY OF STATE
SECURITIES DEPARTMENT**

IN THE MATTER OF: MICHAEL ROBERT VILIM

)
Case No. 0600098
)

TEMPORARY ORDER OF PROHIBITION

TO RESPONDENT: Michael Robert Vilim
 816 Royal St. George Dr.
 Naperville, Illinois 60563

On information and belief, I, Jesse White, Secretary of State for the State of Illinois, through my designated representative, who has been fully advised in the premises by the staff of the Securities Department, Office of the Secretary of State, herein find:

1. That Michael Robert Vilim (or "Respondent") is an individual whose last known address is 816 Royal St. George Dr., Naperville, Illinois 60563.
2. That Respondent met Illinois Investor #1 and Illinois Investor #2 in January 2003. Respondent told the Illinois Investors that he was a daytrader, and that he believed the company Honeywell ("HON") was going to be bought out and the stock would appreciate significantly. Respondent informed the Illinois Investors that he was going to buy single stock futures in HON.
3. That on or around April 14, 2003, Illinois Investor #1 gave Respondent a \$50,000 cashiers check to invest in HON stock. At this time, the HON stock was valued at \$26 dollars per share.
4. That in or around January 2004, when HON stock was valued at \$38 dollars per share, Illinois Investor #1 instructed Respondent to sell HON and purchase RELM, which was trading at or near \$2 dollars per share. Illinois Investor #1 instructed Respondent to sell the HON shares at \$38 per share, and to use the sale money to purchase shares of RELM. Respondent took the order and subsequently confirmed to Illinois Investor #1 that he had sold the HON at \$38 and purchased RELM shares at \$2 as instructed.

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5. That Respondent's conduct, as set forth in paragraphs 2 through 4 above, constitutes the offer and sale of a security and the activities of a Dealer and a Salesperson, pursuant to Sections 2.5a, 2.5, 2.1, 2.7, and 2.9 of the Act.
6. That Section 12.A of the Act provides it shall be a violation of the provisions of this Act for any person to offer or sell any security except in accordance with the provisions of this Act.
7. That Section 12.C of the Act provides that it shall be a violation of the provisions of this Act for any person to act as a dealer or salesperson unless registered as such, where such registration is required, under the provisions of this Act.
8. That Section 12.D of the Act provides that it shall be a violation of the provisions of this Act for any person to fail to file with the Secretary of State any application, report or document required to be filed under the provisions of this Act or any rule or regulation made by the Secretary of State pursuant to this Act or to fail to comply with the terms of any order of the Secretary of State issued pursuant to Section 11 hereof.
9. That Respondent Michael Robert Vilim failed to register with the Secretary of State as a securities Salesperson and Dealer as required by the Act and that as a result he was not registered pursuant to Section 8 of the Act prior to his offer or sale of securities issued by another person in the State of Illinois.
10. That by virtue of the foregoing, Respondent has violated Sections 12.A, 12.C, and 12.D of the Act.
11. That the aforementioned findings are based upon credible evidence.
12. That Section 11.F (2) of the Act provides, *inter alia*, that the Secretary of State may temporarily prohibit the offer or sale of securities by any person, without notice and prior hearing, if the Secretary of State shall deem it necessary to prevent an imminent violation of the Act or to prevent losses to investors that will occur as a result of prior violations of the Act.
13. That the entry of this Temporary Order prohibiting Respondent Michael Robert Vilim from offering or selling securities in the State of Illinois is in the public interest and for the protection of the investing public and is consistent with the purposes intended by the provisions of the Act.

NOW THEREFORE IT IS HEREBY ORDERED THAT: pursuant to the authority granted by Section 11.F of the Act, Michael Robert Vilim, his/their managers, officers and directors, agents, employees, affiliates, representatives, successors and assigns are **PROHIBITED** from offering or selling securities in or from this State until the further Order of the Secretary of State.

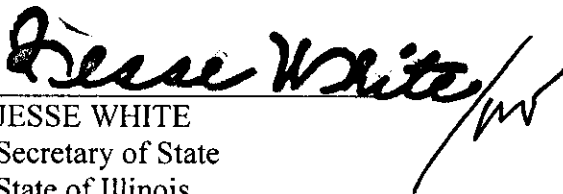
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NOTICE is hereby given that Respondent may request a hearing on this matter by transmitting such request in writing to the Director, Illinois Securities Department, 69 West Washington Street, Suite 1220, Chicago, Illinois 60602. Such request must be made within thirty (30) calendar days of the date of entry of the Temporary Order of Prohibition. Upon receipt of a request for hearing, a hearing will be scheduled as soon as reasonably practicable. A request for hearing will not stop the effectiveness of this Temporary Order and will extend the effectiveness of this Temporary Order for sixty days from the date the hearing request is received by the Department.

FAILURE BY ANY RESPONDENT TO REQUEST A HEARING WITHIN THIRTY (30) CALENDAR DAYS AFTER ENTRY OF THIS TEMPORARY ORDER OF PROHIBITION SHALL CONSTITUTE AN ADMISSION OF ANY FACTS ALLEGED HEREIN AND SHALL CONSTITUTE SUFFICIENT BASIS TO MAKE THIS TEMPORARY ORDER OF PROHIBITION FINAL.

Dated: This 2nd day of November 2006.


JESSE WHITE
Secretary of State
State of Illinois

Jay A. Biondo
Enforcement Attorney
Illinois Securities Department
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