

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

IN THE MATTER OF:)	
)	
)	
BELAL K. FARUKI ,)	No 0900024
SAMINA B. FARUKI, and)	
LOGISOL, INC, their partners,)	
officers and directors, agents, employees,)	
affiliates, successors and assigns, members,)	
and affiliatiated companies.)	
)	

NOTICE OF HEARING

**TO RESPONDENTS: Belal K. Faruki
464 Bellar Court
North Aurora, Illinois 60542**

and

**Samina B. Faruki
464 Bellar Court
North Aurora, Illinois 60542**

and

**Logisol, Inc.
464 Bellar Court
North Aurora, Illinois 60542**

You art hereby notified that pursuant to Section 11.F of the Illinois Securities Law of 1953 [815 ILCS 5] (the"Act") and 14 Ill. Adm. Code 130, subpart K, a public hearing will be held at 69 West Washington Street, Suite 1220, Chicago, IL 60602, on the 27th day of April, 2010 at the hour of 10:00 a.m. or as soon thereafter as possible before Hearing Officer James Kopecky or such other designated Hearing Officer as the Secretary of State may appoint.

Said hearing will be held to determine whether a permanent Order shall be entered prohibiting Respondents Belal K. Faruki, Samina B. Faruki and Logisol Inc. and their partners, officers and directors, agents, employees, affiliates, successors and assigns and affiliated companies from offering or selling securities in or from the State of Illinois and/or granting such

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other relief as may be authorized under the Act, including but not limited to, the imposition of a monetary fine in the maximum amount pursuant to Sec. 11.E(4) of the Act, payable within ten (10) days of the Order.

The grounds for such proposed action are as follows:

1. Respondent Belal K. Faruki (at times hereinafter "BKF" or together with SBF and Logisol "Respondents") was, at all times relevant herein, the Chief Executive Officer and a principal agent of Logisol with a last known address of 464 Bellar Court, North Aurora, Illinois 60542.
2. Respondent Samina B. Faruki (at times hereinafter "SBF" or together with BKF and Logisol "Respondents") was, at all times relevant herein, the President and a principal agent of Logisol with a last known address of 464 Bellar Court, North Aurora, Illinois 60542.
3. Respondent Logisol, Inc (at times hereinafter "Logisol" or together with BKF and SBF "Respondents") was at all times relevant herein an Illinois corporation, purportedly engaged in the business of providing computer services, with a last known address of 464 Bellar Court, North Aurora, Illinois 60542.
4. On or about December 16, 2006 BKF solicited and sold 75,000 shares of common stock in Respondent Logisol, Inc. ("Investment") at \$2.00 per share to at least one Illinois resident (hereinafter "Investor").
5. Investor paid \$150,000 to Respondents through a check for \$50,000 dated January 5, 2007 and deposited into Respondents' Logisol, Inc. bank account on January 8, 2007; a wire transfer of \$50,000 to Respondents' Logisol, Inc. bank account on January 11, 2007; and another wire transfer of \$50,000 to Respondents' Logisol, Inc. bank account on January 30, 2007.
6. The sole authorized signature on the Logisol, Inc. bank account was Respondent Samina B. Faruki.
7. The activities of Respondents described above in paragraphs 3 through paragraph 6 constitute the offer and sale of a security pursuant to Sections 2.1, 2.5 and 2.5a of the Illinois Securities Law of 1953 [815 ILCS 5] (the "Act").

FRAUD IN SALE OF SECURITIES

8. Beginning in January 2007 and continuing through October 2007 Respondents converted and used the funds in the Logisol, Inc. bank account for their own personal purposes, and for the purposes of their other business interests.
9. Respondent SBF used Logisol bank account funds to pay for personal and other business items and services including, but not limited to, the following:

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- a. American Express credit card debts of SBF and BKF,
 - b. transfers to Neotick, Inc., a business enterprise controlled by BKF,
 - c. cash,
 - d. payments to SBF.
10. Respondents failed and refused to notify the Investor that they were converting the Investment to their own use and benefit, instead of using it to pursue the legitimate business interests of Logisol.
 11. Section 12.F of the Act provides, *inter alia*, that it shall be a violation of the Act for any person to engage in any transaction, practice or course of business in connection with the sale or purchase of securities which works or tends to work a fraud or deceit upon the purchaser or seller thereof.
 12. Section 12.G of the Act provides, *inter alia*, that it shall be a violation of the Act for any person to obtain money or property through the sale of securities by means of any untrue statement of a material fact or any omission to state a material fact necessary in order to make the statements made, in light of the circumstances under which they were made, not misleading.
 13. Section 12.I of the Act provides, *inter alia*, that it shall be a violation of the Act for any person, “to employ any device, scheme or artifice, to defraud in connection with the sale or purchase of any security, directly or indirectly”.
 14. By virtue of the foregoing, Respondents violated Sections 12.F, 12.G and 12.I of the Act.

You are further notified that you are required pursuant to Section 130.1104 of the Rules and Regulations (14 Ill. Adm. Code 130) (the “Rules”) to file an answer to the allegations outlined above within thirty (30) days of the receipt of this notice. A failure to file an answer within the prescribed time shall be construed as an admission of the allegations contained in the Notice of Hearing.

Furthermore, you may be represented by legal counsel; may present evidence; may cross-examine witnesses and otherwise participate. A failure to appear shall constitute default, unless any Respondent has, upon notice, moved for and obtained a continuance.

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The Rules promulgated under the Act and pertaining to Hearings held by the Office of the Secretary of State, Securities Department may be viewed online at <http://www.cyberdriveillinois.com/departments/securities/lawrules.html>

Delivery of notice to the designated Representative of any of the respondents constitutes service upon such respondent.

Dated: This 14th day of April 2010.

A handwritten signature in black ink that reads "Jesse White" followed by a stylized monogram "JW".

JESSE WHITE
Secretary of State
State of Illinois

Attorney for the Secretary of State:

James J. Tierney
Illinois Securities Department
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