

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

IN THE MATTER OF: Philip J. Nenadov

)
) File #1300338
)

NOTICE OF HEARING

TO THE RESPONDENT: Philip J. Nenadov
205 N. Galena Avenue
Wyoming, Illinois 61491

You are hereby notified that pursuant to Section 11.E of the Illinois Securities Law of 1953 [815 ILCS 5] (the "Act") and 14Ill. Adm. Code 130, Subpart K, a public hearing will be held at 69 West Washington Street, Suite 1220, Chicago, Illinois 60602, on the 22nd day of December 2015, at the hour of 10:00 a.m., or as soon as possible thereafter, before James L. Kopecky, Esq. or such duly designated Hearing Officer of the Secretary of State.

Said hearing will be held to determine whether an Order shall be entered pursuant to Section 11.E of the Act prohibiting Respondent from selling or offering for sale securities in the State of Illinois and/or granting such other relief as may be authorized under the Act including but not limited to imposition of a monetary fine in the maximum amount pursuant to 11.E(4) of the Act, payable within 10 (ten) days of the order.

The grounds for such proposed action are as follows:

1. Respondent Philip J. Nenadov ("Nenadov") is an Illinois resident and was the managing member of Transportation Network Group, LLC at all relevant times.
2. On December 1, 2011 Nenadov on behalf of Transportation Network Group, LLC entered into an investment agreement with PAL Enterprises LLC.

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3. The activities described in paragraphs 3 above constitutes the offer and sale of a security and as those terms are defined in Sections 2.1, 2.5, and 2.5a of the Illinois Securities Law of 1953 [815 ILCS 5] (the "Act").
4. The Illinois Securities Department received a complainant regarding the above referenced transaction.
5. On or about October 8, 2014 and pursuant to the authority granted in Sections 11.C and 11.D of the Act, a letter requiring a notarized affidavit completely responding to the information so requested therein (11.C Letter) was sent to Philip J. Nenadov 205 N. Galena Avenue, Wyoming, Illinois 61491. The 11.C Letter was deposited in the United States mail, (certified mail, return receipt requested). On October 14, 2014 the receipt for the 11.C Letter was signed for by Nenadov's wife. Nenadov was required to respond to the 11.C Letter by providing to the Department the information requested therein within ten business days of receipt.
6. Nenadov failed and refused to provide the information requested in the 11.C Letter in a timely manner.
7. On or about January 5, 2015 and pursuant to the authority granted in Sections 11.C and 11.D of the Act, a second request letter requiring a notarized affidavit completely responding to the information so requested therein (11.C Letter) was sent to Philip J. Nenadov 205 N. Galena Avenue, Wyoming, Illinois 61491. The 11.C Letter was deposited in the United States mail, (certified mail, return receipt requested). On January 9, 2015 the receipt for the 11.C Letter was signed for by Nenadov's wife. Nenadov was required to respond to the 11.C Letter by providing to the Department the information requested therein within ten business days of receipt.
8. Nenadov failed and refused to provide the information requested in the second 11.C Letter in a timely manner.
9. Section 12.A of the Act provides, inter alia, that it shall be a violation for any person to offer or sell any security except in accordance with the provisions of the Act.
10. Section 12.D of the Act provides, inter alia, that it shall be a violation 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 the Act or any rule or regulation made by the Secretary of State pursuant to the Act.
11. By virtue of his failure to respond to the 11.C letters the Respondent violated Sections 12.A and 12.D of the Act.

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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 so appear shall constitute default, unless any Respondent has upon due notice moved for and obtained a continuance.

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 Respondent constitutes service upon such Respondent.

DATED: This 6th day of November, 2015.



JESSE WHITE
Secretary of State
State of Illinois

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