

**ADMINISTRATIVE PROCEEDING**

**BEFORE THE**

**SECURITIES COMMISSIONER OF SOUTH CAROLINA**

<b>IN THE MATTER OF:</b>	)	
	)	
<b>Fred Auzenne,</b>	)	<b>CONSENT ORDER as to</b>
<b>BioNovix Incorporated, and</b>	)	<b>FRED AUZENNE and</b>
<b>STG Investors, LLC,</b>	)	<b>STG INVESTORS, LLC</b>
	)	
<b>Respondents.</b>	)	<b>File Nos. 13104 and 15041</b>
	)	

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WHEREAS, the Securities Division of the Office of the Attorney General of the State of South Carolina (the "Division"), pursuant to authority granted in the South Carolina Uniform Securities Act, S.C. Code Ann. §§ 35-1-101, et seq. (the "Act"), initiated investigations into certain activities of Fred Auzenne ("Auzenne"), BioNovix Incorporated ("BioNovix"), and STG Investors, LLC ("STG") involving the sale of securities in South Carolina;

WHEREAS, on or about February 20, 2014, the Division issued an Order to Cease and Desist against Auzenne and BioNovix, which made a preliminary finding that Auzenne engaged in acts and transactions constituting violations of §§ 35-1-301, 35-1-402, and 35-1-501 of the Act;

WHEREAS, Auzenne, without admitting or denying the factual allegations, findings, or other statements of the Order to Cease and Desist, acknowledges his desire to resolve the Order to Cease and Desist by Consent Order rather than by a formal hearing before the Securities Commissioner;

WHEREAS, STG, without admitting or denying the findings thereof, desires to resolve the Division's investigation into its activities by Consent Order;

WHEREAS, Auzenne and STG admit that the Securities Commissioner has jurisdiction in this matter; and

WHEREAS, the Securities Commissioner finds the investor protections and remedies in this Consent Order both appropriate and in the public interest for the protection of the investors and the capital markets of the State of South Carolina;

NOW THEREFORE, IT IS HEREBY ORDERED, and Auzenne and STG each consent and agree that:

- A. Auzenne and STG shall immediately cease and desist from transacting business in this State that is in violation of the Act, and in particular, S.C. Code Ann. §§ 35-1-301, 35-1-402, and 35-1-501;
- B. Upon the Commissioner's execution of this Order, Auzenne and STG shall jointly and severally pay seven thousand five hundred and 00/100 dollars (\$7,500.00) for the cost of the Commissioner's investigation; and
- C. Nothing in this Consent Order is intended (nor should be interpreted) to disqualify Auzenne or STG in any way from reliance on Rule 506 of Regulation D of the Securities Act of 1933, 17 C.F.R. § 230.506(d).

Upon execution by the Securities Commissioner, this Order resolves Administrative Proceedings 13104 and 15041. This Order should not be interpreted to waive any (i) criminal cause of action, (ii) private cause of action that may have accrued to investors as a result of the any of the Respondents' participation in the activities described in the Order to Cease and Desist, or (iii) other causes of action that may result from activities of the Respondents not detailed therein or which may hereafter arise.

IT IS SO ORDERED this 11<sup>TH</sup> day of June, 2015.

By: Alan Wilson  
Alan Wilson  
Securities Commissioner  
State of South Carolina

WE CONSENT:

Securities Division of the Office of the Attorney General


By: Tracy Meyers Date: June 9, 2015  
Tracy A. Meyers  
Assistant Deputy Attorney General/  
Deputy Securities Commissioner

Fred Auzenne



Date: June 5, 2015

STG Investors, LLC

  
By: Fred Auzenne, CEO

Date: June 5, 2015