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**STATE OF CALIFORNIA**  
**BUSINESS, TRANSPORTATION AND HOUSING AGENCY**  
**DEPARTMENT OF CORPORATIONS**

TO: Steve Austin  
9916 South Santa Monica Boulevard, 1<sup>st</sup> Floor  
Beverly Hills, CA 90212

Austin Family Entertainment, Inc.  
12055 Valleyheart Drive  
Studio City, CA 91604

Steve Austin Productions, LLC  
15233 Ventura Boulevard, Suite 708  
Sherman Oaks, CA 91403

American Film Ventures, LLC  
9615 Canoga Avenue  
Chatsworth, CA 91311

Enriching Entertainment, LLC  
15250 Ventura Boulevard, Suite 524  
Sherman Oaks, CA 91403

**DESIST AND REFRAIN ORDER**

**(For violations of sections 25110 and 25401 of the Corporations Code)**

The California Corporations Commissioner finds that:

1. TAG Entertainment Corp. is a Delaware Corporation incorporated on January 28, 2005, and has a registered business address of 9916 South Santa Monica Boulevard, 1<sup>st</sup> Floor, Beverly Hills, CA 90212, and has done business at 1333 Second Street, Suit 240, Santa Monica, CA 90401. It has a website located at [www.tagentertainment.com](http://www.tagentertainment.com). TAG Entertainment Corp. is currently a publicly traded company with a symbol of TAGE. According to documents filed by TAG Entertainment Corp. with the Securities and Exchange Commission, TAG Entertainment Corp. became a public company as a result of a reverse merger with a publicly traded company called Power Marketing Inc., on November 22, 2004 in which Power Marketing acquired TAG

1 Entertainment USA Inc. a California Corporation. After the merger of TAG Entertainment USA Inc.  
2 and Power Marketing Inc., all former officers and directors of Power Marketing Inc. resigned and the  
3 former president of TAG Entertainment USA Inc., Steve Austin, became the president, chief  
4 executive officer and sole director of the new company, which changed its name to TAG  
5 Entertainment Corp. Prior and subsequent to the merger, TAG Entertainment USA Inc. and Steve  
6 Austin were engaged in the business of producing and distributing family oriented films and also did  
7 business under the name TAG Entertainment Inc., which had a business address of 4130 Cahuenga  
8 Boulevard, 2<sup>nd</sup> Floor, Universal City, CA 91602. TAG Entertainment Corp. continued the film  
9 production and distribution business activities of TAG Entertainment USA Inc. after the merger.  
10 TAG Entertainment Corp and its predecessor and subsidiary company TAG Entertainment USA Inc.,  
11 which also did business as TAG Entertainment Inc., will hereafter be referred to collectively as “TAG  
12 Entertainment Corp.”  
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15           2. Beginning in or about 2002 TAG Entertainment Corp. produced and distributed films that  
16 were financed by a series of limited partnerships, which were sold to members of the general public  
17 by salesmen via unsolicited telephone cold calls. The salesmen represented to investors that the  
18 limited partnerships were formed to finance movies produced and distributed by TAG Entertainment  
19 Corp. The limited partnerships included Fairy Tale Partners, Funny Money the Movie LLP, Majestic  
20 Film Partners, Supercross The Movie LP, Family Film Partners Limited Partnership and Animal  
21 Partners. TAG Entertainment Corp. CEO Steve Austin was a president or officer of companies that  
22 served as the general partner for the limited partnerships. These companies included Steve Austin  
23 Productions, LLC, and Austin Family Entertainment, Inc. TAG Entertainment USA Inc. was also  
24 listed as the general partner for “Majestic Film Partners V Limited Partnership” according to  
25 information on file with the Nevada Secretary of State.  
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1           3. Steve Austin Productions, LLC is a California limited liability corporation with a  
2 registered business address at 15233 Ventura Blvd., Suite 708, Sherman Oaks, CA 91403. It has also  
3 done business at the address of 9615 Canoga Avenue, Chatsworth, CA 91311. Steve Austin  
4 Productions, LLC, acted as the general partner in several limited partnerships that raised money to  
5 fund the production of movies produced and distributed by TAG Entertainment Corp. Steve Austin  
6 Productions LLC acted as general partner for the “Animal Partners LP”, which raised money for the  
7 production of the movie “Miracle Dogs II”. Steve Austin is an officer of Steve Austin Productions,  
8 LLC.  
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10           4. Austin Family Entertainment, Inc., is a California corporation with a registered business  
11 address at 12055 Valleyheart Drive, Studio City, CA 91604 and also has done business at  
12 15233 Ventura Blvd., Suite 708, Sherman Oaks, CA 91403. Austin Family Entertainment, Inc., has  
13 acted as the general partner in limited partnerships formed to fund movies which were produced and  
14 distribution by TAG Entertainment Corp. including “Fairy Tale Partners Limited Partnership”,  
15 which raised money to fund the production of the movies “Little Red Riding Hood” and “Hansel and  
16 Gretel”, as well as the “American Black Beauty Limited Partnership” which raised money to fund the  
17 movie “American Black Beauty”. Steve Austin is an officer of Austin Family Entertainment, Inc.  
18 and is credited as a producer of those films.  
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21           5. Enriching Entertainment, LLC is a California limited liability corporation with a registered  
22 business address at 15250 Ventura Boulevard, Suite 524, Sherman Oaks, CA 91403. Enriching  
23 Entertainment, LLC, has acted as the general partner in limited partnerships formed to fund the  
24 production of movies distributed by TAG Entertainment Corp. Enriching Entertainment, LLC acted  
25 as general partner for limited partnerships, including “Supercross The Movie, LP which raised money  
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1 to fund the production of the movie “Supercross The Movie”. Steve Austin is credited as a producer  
2 of “Supercross The Movie”.

3           6. American Film Ventures, LLC is a Nevada limited liability corporation with a registered  
4 business address at 9615 Canoga Avenue, Chatsworth, CA 91311, according to documents on file  
5 with the Nevada Secretary of State. Anoupun Singh a.k.a. Robin Bains is listed as a “member,  
6 manager, partner” of the company, according to documents on file with the California Secretary of  
7 State. American Film Ventures, LLC acted as the general partner in limited partnerships formed to  
8 produce movies for distribution and production by TAG Entertainment Corp. American Film  
9 Ventures, LLC acted as general partner for limited partnerships including “Funny Money The Movie,  
10 LP” which solicited investors to fund the production of the movie “Funny Money The Movie”.

11           7. Steve Austin is the current Chief Executive Officer and Chairman of TAG Entertainment  
12 Corp., He is also president of Austin Family Entertainment, Inc., and Steve Austin Productions, LLC.  
13 Steve Austin is credited as a producer for many TAG Entertainment Corp. films including  
14 “Supercross The Movie”, “Miracle Dogs 2”, “Little Red Riding Hood”, “Hansel and Gretel” “The  
15 Santa Trap” and “American Black Beauty”.

16           8. Beginning in or about 2001, Steve Austin, Austin Family Entertainment, Inc., Steve Austin  
17 Productions, LLC, American Film Ventures, LLC, and Enriching Entertainment, LLC offered and  
18 sold interests in limited partnerships. Investors were told the limited partnerships were raising money  
19 to fund the making of feature length films for distribution by TAG Entertainment Corp. including  
20 “Supercross The Movie”, “Little Red Riding Hood”, “Hansel and Gretel” “Funny Money The  
21 Movie”, “American Black Beauty”, “The Santa Trap” and “Miracle Dogs II”. The limited  
22 partnerships in which the interests were sold had various names including Fairy Tail Partners I-III,  
23 Majestic Film Partners I-V, American Black Beauty Limited Partnership and Animal Partners LP.  
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1 Interests in the limited partnerships were sold by sales agents who made unsolicited phone calls to  
2 persons with no prior contacts with TAG Entertainment Corp. or the film industry. Oral  
3 representations were made by salesmen to potential investors over the phone that release of the films  
4 was imminent, that the money invested in the limited partnership would be returned in 3 to 6 months,  
5 and that the return on the investment would be 5 to 10 times the amount of the investment.  
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7 9. The interests in limited partnerships offered and sold by Steve Austin, Austin Family  
8 Entertainment, Inc., Steve Austin Productions, LLC, American Film Ventures, LLC, and Enriching  
9 Entertainment, LLC in the limited partnerships including Fairy Tale Partners, Funny Money The  
10 Movie LP, Majestic Film Partners, American Black Beauty Limited Partners, and Supercross The  
11 Movie LP, constitute securities in the form of investment contracts. The Department of Corporations  
12 has not issued a permit or other form of qualification authorizing any person to offer and sell these  
13 securities in this state.

14 10. Steve Austin, Austin Family Entertainment, Inc., Steve Austin Productions LLC,  
15 American Film Ventures, LLC, and Enriching Entertainment, LLC offered and sold securities by  
16 means of written and oral communications which included untrue statements of material fact and  
17 which omitted to state material facts necessary in order to make the statements made, in the light of  
18 the circumstances under which they were made, not misleading. The material misstatements and  
19 omissions made include false statements by the salesmen that the investor would receive the amount  
20 of their original investment back in 3 to 6 months and that they would ultimately receive 5 to 10  
21 times the amount of their investment. It was also not disclosed to subsequent investors that previous  
22 investors in other limited partnerships that funded TAG Entertainment Corp. produced films had lost  
23 their entire investment. It was not disclosed that Steve Austin had offered prior investors only a  
24 transfer of their investment into other limited partnerships or shares of stock in TAG Entertainment  
25 Corp. after being told they would not receive any return on their investments. It was not disclosed to  
26 one investor until after he had invested, that the film had already been released and was not doing  
27 well financially. It was also not disclosed to subsequent investors that prior investors in other limited  
28 partnerships had been denied access to accounting records and financial statements, even though the

1 partnership agreements specified the investors were allowed to inspect such documents. It was also  
2 represented that members of the Travolta family would be involved in the production and direction of  
3 the film “American Black Beauty” and that actor John Travolta would appear in it, when no Travolta  
4 family members appeared in it or were credited with the production or direction of the film when it  
5 was released.

6 Based upon the foregoing findings, the California Corporations Commissioner is of the  
7 opinion that Steve Austin, Austin Family Entertainment, Inc., Steve Austin Productions, LLC,  
8 American Film Ventures, LLC and Enriching Entertainment, LLC engaged in the offer and sale of  
9 securities, including but not limited to investment contracts in the form of interests in limited  
10 partnerships including Fairy Tale Partners, Funny Money The Movie LP, Supercross The Movie, LP,  
11 and Majestic Film Partners. Those securities have not been qualified under the California Corporate  
12 Securities Law of 1968, in violation of section 25110 of the Corporations Code. Pursuant to section  
13 25532 of the Corporate Securities Law of 1968, Steve Austin, Austin Family Entertainment, Inc.,  
14 Steve Austin Productions LLC, American Film Ventures, LLC, and Enriching Entertainment, LLC  
15 are hereby ordered to desist and refrain from the further offer or sale in the State of California of  
16 securities, including but not limited to investment contracts in the form of interests in limited  
17 partnerships, unless and until qualification has been made under the law or unless exempt.

18 The California Corporations Commissioner is further of the opinion that Steve Austin, Austin  
19 Family Entertainment, Inc., Steve Austin Productions LLC, American Film Ventures, LLC and  
20 Enriching Entertainment, LLC offered and sold securities, including but not limited to investment  
21 contracts in the form of interests in limited partnerships, by means of written and oral  
22 communications including untrue statements of material fact and omissions of material facts  
23 necessary to make the statements not misleading, in violation of section 25401 of the Corporations  
24 Code. Pursuant to section 25532 of the Corporate Securities Law of 1968, Steve Austin, Austin  
25 Family Entertainment, Inc., Steve Austin Productions LLC, American Film Ventures, LLC, and  
26 Enriching Entertainment, LLC are hereby ordered to desist and refrain from offering, or selling or  
27 buying or offering to buy any security in the State of California, including but not limited to  
28 investment contracts in the form of interests in limited partnerships, by means of any written or oral

1 communication which includes an untrue statement of a material fact or omits to state a material fact  
2 necessary in order to make the statements made, in the light of the circumstances under which they  
3 were made, not misleading.

4 This Order is necessary, in the public interest, for the protection of investors and consistent  
5 with the purposes, policies, and provisions of the Corporate Securities Law of 1968.

6 Dated: December 14, 2006  
7 Los Angeles, California

PRESTON Du FAUCHARD  
California Corporations Commissioner

9  
10 By \_\_\_\_\_  
11 ALAN S. WEINGER  
12 Lead Corporations Counsel  
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