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3 **STATE OF CALIFORNIA**
4 **BUSINESS, CONSUMER SERVICES AND HOUSING AGENCY**
5 **DEPARTMENT OF BUSINESS OVERSIGHT**

6 **TO:** Stereo Vision Entertainment, Inc.
7 John H. Honour, aka Jack Honour
8 15452 Cabrito Road, Studio 204
9 Los Angeles, California 91406

10 **DESIST AND REFRAIN ORDER**

11 **(For Violations of Sections 25110 and 25401 of the Corporations Code)**

12 The California Commissioner of Business Oversight (“Commissioner”) finds that:

13 1. At all relevant times herein, Stereo Vision Entertainment, Inc. (“Stereo Vision”) is a
14 Nevada corporation with a principal address of 15452 Cabrito Road, Studio 204, Los Angeles,
15 California. Stereo Vision was authorized to conduct business in California until November 1, 2010,
16 when the Franchise Tax Board forfeited the company’s registration for failure to meet state tax
17 requirements.

18 2. Stereo Vision maintains a website at www.stereovision.com. According to its offering
19 materials, Stereo Vision is a publicly-traded company “focused on the delivery of high-quality low-
20 cost 3D entertainment content. [Stereo Vision’s] business is driven by the acquisition and production
21 of cutting edge 3D media assets.”

22 3. John H. Honour, aka Jack Honour (“Honour”) is Stereo Vision’s chairman, chief
23 executive officer, president, and owner.

24 4. Beginning in at least February 2013, Stereo Vision and Honour offered and sold
25 securities in the form of convertible debentures and restricted stock to at least one California investor,
26 from whom Stereo Vision raised at least \$75,000.

27 5. Honour told the investor that Stereo Vision had many entertainment projects “in the
28 works,” including a 3D movie “starring Pamela Anderson” entitled *Gonzo’s 3-Double-D*. He also
told the investor that the “Chinese” and “Germans” were looking to invest “\$20 million.”

1 6. Stereo Vision had registered its offering with the United States Securities and
2 Exchange Commission (“SEC”) and was a publicly-traded stock, over-the-counter symbol “SVSN,”
3 until at least January 19, 2012. But Stereo Vision voluntarily withdrew its SEC registration on or
4 about January 19, and the company’s stock is no longer publicly traded.

5 7. In connection with the offer and sale of these securities, the above-described
6 convertible debentures and restricted stock, Stereo Vision and Honour misrepresented and/or failed to
7 disclose to investors the following material facts:

- 8 a. That they “couldn’t lose any money”;
- 9 b. That Stereo Vision was a “public company”; and
- 10 c. That the Franchise Tax Board has forfeited Stereo Vision’s California Secretary of
11 State registration for failure to meet state tax requirements.

12 8 . The convertible debentures and restricted stock were offered in this State in issuer
13 transactions. The Department of Business Oversight has not issued a permit or other form of
14 qualification authorizing any person to offer or sell these securities in this State.

15 Based upon the foregoing findings, the Commissioner of Business Oversight is of the opinion
16 that the securities in the form of convertible debentures and restricted stock offered by Stereo Vision
17 Entertainment, Inc. and John H. Honour, aka Jack Honour are securities subject to qualification under
18 the Corporate Securities Law of 1968 and are being or have been sold without first being qualified.
19 Under Corporations Code section 25532, Stereo Vision Entertainment, Inc. and John H. Honour, aka
20 Jack Honour are hereby ordered to desist and refrain from offering or selling or buying or offering to
21 buy any security in the State of California, including but not limited to convertible debentures and
22 restricted stock unless and until qualification has been made under this law or unless exempt.

23 Furthermore, the Commissioner of Business Oversight is of the opinion that the securities that
24 Stereo Vision Entertainment, Inc. and John H. Honour, aka Jack Honour offered or sold in this State
25 were by means of written or oral communications which included an untrue statement of a material
26 fact or omitted to state a material fact necessary in order to make the statements made, in the light of
27 the circumstances under which they were made, not misleading, in violation of 25401 of the
28 Corporate Securities Law of 1968.

1 Pursuant to section 25532 of the Corporate Securities Law of 1968, Stereo Vision
2 Entertainment, Inc. and John H. Honour, aka Jack Honour made, or caused to be made,
3 misrepresentations or omissions of material fact in connection with the offers or sales of securities
4 and are hereby ordered to desist and refrain from offering or selling or buying or offering to buy any
5 security in the State of California by means of any written or oral communication which includes an
6 untrue statement of a material fact or omits to state a material fact necessary in order to make the
7 statements made, in the light of the circumstances under which they were made, not misleading.

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

10 Dated: August 26, 2014
11 Los Angeles, California

JAN LYNN OWEN
Commissioner of Business Oversight

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14 By _____
15 MARY ANN SMITH
16 Deputy Commissioner
17 Enforcement Division
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