

DIVISION OF SECURITIES  
KEITH WOODWELL, DIRECTOR  
DEPARTMENT OF COMMERCE  
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BEFORE THE DIVISION OF SECURITIES  
OF THE DEPARTMENT OF COMMERCE  
OF THE STATE OF UTAH

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IN THE MATTER OF

**CHAD BENNETT REID;**  
**NETFUNDZ, LLC,**

RESPONDENTS

**ORDER ON MOTION TO STAY  
PROCEEDINGS**

**CASE NO. SD-13-0030**  
**CASE NO. SD-13-0031**

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**BY THE PRESIDING OFFICER:**

On June 5, 2013, the above-named Respondents, by and through their counsel of record James D. Gilson, filed a motion to stay the administrative proceedings in this matter.

Respondents urge the stay in order to allow for an ongoing criminal case filed against Respondent Reid to be concluded. Respondent Reid was charged on November 8, 2012 in case number 121902455 (Second District Court – Ogden, Weber County, Utah) with three counts of second degree felony securities fraud and one count of second degree felony pattern of unlawful activity. As of the date of this order, the criminal case is active.

It appears that the criminal charges arise from, or are related to, the facts that are alleged and set forth in the order to show cause issued May 7, 2013 in this administrative matter. Further,

it appears that significant judicial, administrative, and state resources would be saved by allowing the criminal case to conclude before proceeding with the administrative action. Finally, the Utah Division of Securities (Division) does not oppose the motion for stay. In these circumstances, the presiding officer finds that granting the motion for stay is warranted.

**ORDER**

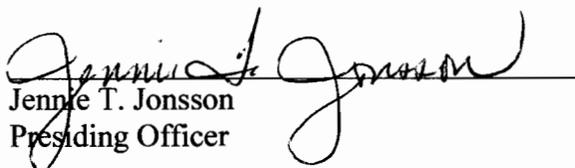
The administrative proceedings in Division case numbers SD-13-0030 and SD-13-0031 are stayed. The stay may remain in effect until criminal case number 121902455 as herein specified has been resolved through entry of a plea of guilty or no contest, conviction, or dismissal. Respondent shall notify the Division within ten (10) days of resolving the criminal case.

After the stay is lifted, Respondent shall be given a deadline for responding to the Division's order to show cause. The initial hearing currently scheduled for July 3, 2013 is continued and will be scheduled after the stay is lifted.

This order shall be effective on the signature date below.

DATED this 7<sup>th</sup> day of June, 2013.

UTAH DEPARTMENT OF COMMERCE

  
Jennie T. Jonsson  
Presiding Officer

CERTIFICATE OF SERVICE

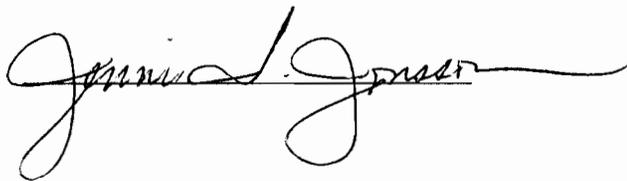
I hereby certify that on the 7<sup>th</sup> day of June, 2013, the undersigned served a true and correct copy of the foregoing ORDER ON MOTION TO STAY PROCEEDINGS on the parties in this proceeding by mailing a copy, properly addressed by first-class mail with postage prepaid, to:

Chad Reid, NETFUNDZ, LLC  
c/o James D. Gilson  
Callister Nebeker & McCullough  
Zions Bank Building  
10 East South Temple, Ste. 900  
Salt Lake City, UT 84133

and caused a copy to be hand delivered to:

Paul Amann, Assistant Attorney General  
Office of the Attorney General of Utah  
Fifth Floor, Heber M. Wells Building  
Salt Lake City, Utah

Utah Division of Securities  
Second Floor, Heber M. Wells Building  
Salt Lake City, Utah

A handwritten signature in black ink, appearing to read "James D. Gilson", with a long horizontal flourish extending to the right.