

**IN THE CIRCUIT COURT OF PULASKI COUNTY, ARKANSAS
THIRD DIVISION**

**B. EDMOND WATERS,
ARKANSAS SECURITIES COMMISSIONER**

PLAINTIFF

vs.

No. 60CV-14-983

**SKB PARTNERS, LLC;
MAVERICK INVESTMENTS, LLC;
SCOTT A. SMITH**

DEFENDANTS

**ORDER STRIKING PLEADINGS AND
GRANTING PARTIAL DEFAULT JUDGMENT**

On April 28, 2015, this cause came before the Court on Plaintiff's Motion for Default Judgment and Plaintiff's Motion to Strike Pleadings and for Entry of Judgment in Plaintiff's Favor, and the Court being well and sufficiently advised as to all matters of fact and law arising herein, and having jurisdiction over the subject matter and the parties, does hereby order and adjudge as follows:

1. On March 20, 2014, the Plaintiff filed his Complaint alleging six separate causes of action against Scott A. Smith ("Smith") and three separate causes of action against SKB Partners, LLC ("SKB") and Maverick Investments, LLC ("Maverick").

2. Despite being properly served with the Complaint and Summons, Defendants SKB and Maverick failed to plead or otherwise raise a defense to the Complaint and are in default. As a result, default judgment shall be entered against Defendants SKB and Maverick in accordance with Ark. R. Civ. P. 55. The facts alleged in the Plaintiff's Complaint shall be established as true against Defendants SKB and Maverick, and default judgment as to liability

shall be rendered against those Defendants for the causes of action respectively levied against them in the Complaint.

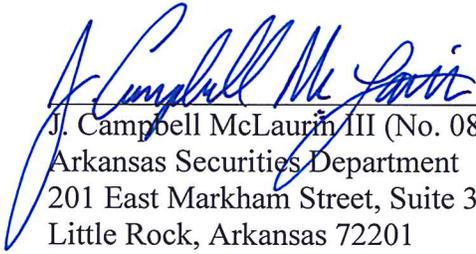
3. As of the date of the hearing on April 28, 2015, Defendant Smith wholly failed and refused to provide discovery responses to the Plaintiff, despite an Order to Compel being entered by this Court on November 17, 2014. In accordance with Ark. R. Civ. P. 37(b)(2)(C), Defendant Smith's Answer should be stricken as sanctions for failure to comply with this Court's Order to Compel, with default judgment as to liability being rendered against him as a result thereof. Accordingly, the facts alleged in the Plaintiff's Complaint shall be established as true against Defendant Smith, and default judgment as to liability shall be rendered against him for the six causes of action alleged in the Complaint.

4. All of the Defendants shall cease and desist from engaging in any fraudulent activity in connection with the offer or sale of any security in Arkansas, and shall further cease and desist from offering or selling any security in Arkansas until the security is properly registered or is offered or sold pursuant to an exemption from registration under the Arkansas Securities Act. A hearing shall be scheduled before the Court on the issue of damages.

IT IS SO ORDERED this 7th day of May, 2015.

/s/ Cathleen V. Compton
CIRCUIT COURT JUDGE

PREPARED AND PRESENTED BY:



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Arkansas Judiciary

Case Title: A HEATH ABSHURE, ARK SEC COMM V SKB
PARTNERS ET AL
Case Number: 60CV-14-983
Type: JUDGMENT-DEFAULT

So Ordered

A handwritten signature in black ink, reading "Catherine V. Compton".