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NEWS RELEASE

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VIOLATIONS OF SECURITIES LAWS ALLEGED BY STATE

Boise, IdahoGavin M. Gee, Director of the Idaho Department of Finance, today announced the filing of a civil lawsuit in Fourth District Court in Ada County, Idaho against Marvin Gavin Pursinger and Machlin Eugene Soderquist, d.b.a Brendon Marshall, Ltd., both of Portland, Oregon.

The four-count lawsuit alleges that in or about August, 1993, the defendants contacted at least eight Idaho residents in an attempt to obtain investments in the Brendon Marshall investment offering. Brendon Marshall is an Oregon proprietorship which produces and markets musical recordings.

Potential investors were informed that Brendon Marshall had access to undiscovered musicians, whose recordings would be sold in cassette form through vending machines. The complaint alleges that the defendants offered unregistered securities in the form of promissory notes with purported collateralized guarantees to persons in Idaho. None of the defendants are licensed as a broker-dealer or securities salesman, as is required under the Idaho Securities Act. The complaint also alleges that in connection with the offer of these securities, the salesmen made misrepresentations and omitted to state material facts concerning the securities. At least two persons in Idaho each invested \$20,000 with the defendants.

The Department's lawsuit asks the court to find that there were violations of the Idaho Securities Act and it seeks an injunction from the Court prohibiting further violations by the defendants. The lawsuit also seeks a court order that the defendants repay investors for investments made, pay civil penalties to the Department and restricts other business practices in Idaho.

The Idaho Department of Finance cautions all persons to invest in securities only with licensed securities professionals and only after carefully reviewing disclosure documents.

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