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NEWS RELEASE

For Immediate Release

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PROMOTER OF TWIN FALLS INVESTMENT SCHEME CONSENTS TO JUDGMENT

Boise, Idaho A Boise judge today ordered a Twin Falls investment promoter and his company to permanently cease soliciting money unless they become registered and make full disclosure to investors.

Gavin Gee, Acting Director of the Idaho Department of Finance, announced that a Judgment and Permanent Injunction was entered on February 16, 1995 by the Honorable Deborah A. Bail, Fourth District Judge in Boise. The Judgment and Permanent Injunction are against Warren P. Chapman and his company, Capital Enterprises, Inc. Chapman and Capital Enterprises consented to the judgment without admitting or denying the allegations of the State's complaint. The defendants are from Twin Falls, Idaho.

The judgment is in a lawsuit originally filed by the State on July 8, 1994. The lawsuit alleged that Chapman and Capital had solicited investors in a variety of investment schemes since 1992, including a gold mine and a bank "letter of credit" program.

The judgment includes:

1. A court imposed injunction which prohibits future violations.
2. Limitations on future securities activities of the defendants. The defendants agreed to abide by the Department's interpretation regarding certain types of business.

The original lawsuit had alleged that the defendants offered securities in Idaho without being registered, that they omitted to disclose material facts, and that the defendants engaged in fraudulent practices. The Department alleged that the defendants:

- failed to disclose how the profit promised on the investment would be generated,
- failed to identify the persons running the investment program, and

➤ advertised that the investment was guaranteed.

A temporary restraining order was issued by the court on July 8, 1994, when the lawsuit was filed. A hearing was held on July 15, 1994. At that time, the restraining order was continued. With today's judgment, the lawsuit is concluded.

The Department of Finance cautions all persons, before investing, to obtain and carefully read all disclosure documents. "INVESTIGATE BEFORE YOU INVEST!"

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