



STATE OF MISSOURI  
OFFICE OF SECRETARY OF STATE

IN THE MATTER OF: )  
)  
LIVING ELEMENT PICTURES, INC.; )  
CHRISTOPHER GOSCH, ) Case No. AP-04-72  
CANDANCE GOSCH, )  
DEREK THORNSBERRY, and )  
PATRICIA GILLUM, )

Respondents.

Serve all at: Living Element Pictures, Inc. at  
6080 Center Drive, 5<sup>th</sup> Floor  
Los Angeles, CA 90045

**FINAL ORDER TO CEASE AND DESIST**

The Commissioner, having reviewed and considered the pleadings and record on file in the above-styled proceeding, now finds and concludes that the Enforcement Section has prevailed on the claims in its petition and further makes findings of fact and conclusions of law and enters a final order as follows:

**PROCEDURAL BACKGROUND**

1. On August 13, 2004, the enforcement section submitted a Petition for a Cease and Desist Order to the Commissioner of Securities in the above matter.
2. On September 28, 2004, the Commissioner of Securities issued an order to Cease and Desist.
3. On January 3, 2005, Respondents Living Element Pictures, Inc., ("Living Element") and Candance Gosch submitted a request for hearing through counsel Edgar B. Pease.
4. Respondent's Christopher Gosch, Derek Thornsberry and Patricia Gillum did not request a hearing.
5. On January 19, 2005, the matter was set for a pre-hearing conference on March 15, 2005, and hearing on April 7, 2005. In the notice of hearing the commissioner ordered that

Respondents file an answer by March 1, 2005. Notice of these dates for the hearings and the answer were sent to Respondents and their counsel.

6. On March 14, 2005, Respondents through counsel requested a continuance of this matter stating among other things that Respondent Candance Gosch was hospitalized in February and was unable to prepare a timely response to the hearing.
7. Respondents have filed no answer, and in their request for continuance have not requested leave to file an answer.
8. On March 14, 2005, the Commissioner denied the Respondents request for continuance.
9. On March 15, 2005, Respondents did not appear for the pre-hearing conference.
10. On April 7, 2005, Respondents did not appear for the hearing.

**NOW, THEREFORE, IT IS HEREBY ORDERED** that the Cease and Desist Order issued on September 28, 2004 is final.

**SO ORDERED:**

WITNESS MY HAND AND OFFICIAL SEAL OF MY OFFICE AT JEFFERSON CITY,  
MISSOURI THIS 14th DAY OF April, 2005.



ROBIN CARNAHAN  
SECRETARY OF STATE

A handwritten signature in cursive script that reads "David B. Cosgrove".

DAVID B. COSGROVE  
COMMISSIONER OF SECURITIES