

DENISE VOIGT CRAWFORD
SECURITIES COMMISSIONER



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KENNETH W. ANDERSON, JR.
MEMBER

SSB Docket No. 01-15

IN THE MATTER OF THE
APPLICATION FOR THE INVESTMENT
ADVISER REGISTRATION OF
GERALD RAY CHESTER d/b/a
GRC INVESTMENTS

§
§
§
§
§

Order No. CAF-1428

TO: Gerald Ray Chester (CRD # 1591154)
d/b/a GRC Investments
17194 N. Preston Road
Suite 123, Box 293
Dallas, Texas 75248-1203

DISCIPLINARY ORDER REPRIMANDING AN INVESTMENT ADVISER

Be it remembered that Gerald Ray Chester d/b/a GRC Investments ("Respondent"), appeared before the Securities Commissioner of the State of Texas ("Securities Commissioner"), and consented to the entry of this Order and, without admitting or denying them, the Findings of Fact and Conclusions of Law contained herein, except the first, second and third Findings of Fact which are admitted.

FINDINGS OF FACT

1. Respondent has waived (a) Respondent's right to notice and hearing in this matter; (b) Respondent's right to appear and present evidence in this matter; (c) Respondent's right to appeal this Order; and (d) all other procedural rights granted to Respondent by The Securities Act, TEX. REV. CIV. STAT. ANN. art. 581-1 et seq. (Vernon 1964 & Supp. 2001) ("Texas Securities Act"), and the Administrative Procedure Act, TEX. GOV'T CODE ANN. § 2001.001 et seq. (Vernon Supp. 2001) ("Administrative Procedure Act").
2. Respondent has been registered with the Securities Commissioner as a general securities dealer from on or about 1990 to on or about 1998.

3. Respondent has filed an application for registration with the Securities Commissioner as an investment adviser.
4. Respondent has rendered services as an investment adviser at a time when he was not registered with the Securities Commissioner as required by Section 12 of the Texas Securities Act.
5. Respondent has cooperated with the Staff in its investigation.

CONCLUSIONS OF LAW

1. Pursuant to Section 14.A(6) of the Texas Securities Act, the foregoing violations constitute bases for the issuance of an order reprimanding Respondent.
2. Pursuant to Section 23-1 of the Texas Securities Act, the foregoing violations constitute bases for the issuance of an order assessing an administrative fine against Respondent.


ORDER

1. It is therefore ORDERED that the investment adviser registration of Gerald Ray Chester is hereby GRANTED.
2. It is further ORDERED that Gerald Ray Chester is hereby REPRIMANDED.
3. It is further ORDERED that Gerald Ray Chester is ASSESSED AN ADMINISTRATIVE FINE in the amount of Seven Hundred Fifty Dollars (\$750.00). Payment shall be made by delivery of a cashier's check to the Securities Commissioner in the amount of Seven Hundred Fifty Dollars (\$750.00), payable to the State of Texas, contemporaneously with the delivery of this Order.

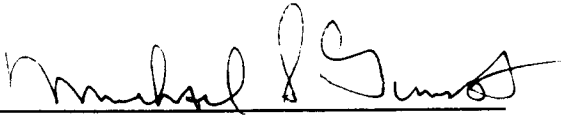
SIGNED AND ENTERED BY THE SECURITIES COMMISSIONER this ^{24th}~~22nd~~ day
of May, 2001.


DENISE VOIGT CRAWFORD
Securities Commissioner

Respondent:


Gerald Ray Chester
d/b/a GRC Investments

Approved as to Form:



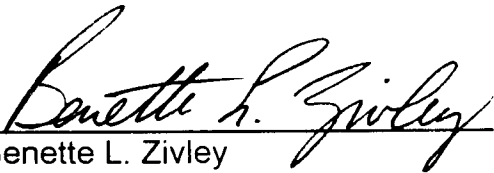
Michael S. Gunst
Director
Dealer Registration Division



D. Kevin McCorkindale
Attorney for Respondent



David A. Grauer
Director
Enforcement Division

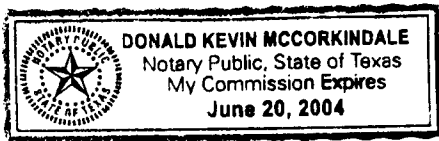


Benette L. Zivley
Attorney
Enforcement Division


ACKNOWLEDGMENT

On the 22nd day of May, 2001, Gerald Ray Chester d/b/a GRC Investments ("Respondent"), personally appeared before me, executed the foregoing Order, and acknowledged that:

1. Respondent has read the foregoing Order;
2. Respondent has been fully advised of his rights under the Texas Securities Act and the Administrative Procedure Act;
3. Respondent knowingly and voluntarily consents to the entry of the foregoing Order and the Findings of Fact and Conclusions of Law contained herein; and,
4. Respondent, by consenting to the entry of the foregoing Order, has knowingly and voluntarily waived his rights as set forth therein.



[affix notary seal here]



Notary Public in and for
the State of TEXAS

My commission expires on: _____