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IN THE MATTER OF TEXITCOIN, MINETXC, BLOCKCHAIN MINT, AND ROBERT J. GRAY	§ § §	**Order No. ENF-26-CDO-1893**

EMERGENCY CEASE AND DESIST ORDER

This is your OFFICIAL NOTICE of the issuance by the Deputy Securities Commissioner of the State of Texas ("Deputy Securities Commissioner") of an EMERGENCY CEASE AND DESIST ORDER pursuant to Section 4007.104 of The Securities Act, Tex. Gov't Code Ann. §§ 4001.001-4008.105 (the "Securities Act").

The Enforcement Division of the Texas State Securities Board (the "Enforcement Division") has presented evidence sufficient for the Deputy Securities Commissioner to find that:

FINDINGS OF FACT

1. TEXITcoin (hereinafter referred to as "Respondent TEXITcoin") can be served at 424 Rose Garden Drive, McKinney, Texas 75072.

2. MineTXC (hereinafter referred to as "Respondent MineTXC") can be served at 424 Rose Garden Drive, McKinney, Texas 75072.

3. Blockchain Mint (hereinafter referred to as "Respondent Mint") can be served at 424 Rose Garden Drive, McKinney, Texas 75072.

4. Robert J. Gray (hereinafter "Respondent Gray") is the founder of Respondent TEXITcoin, Respondent MineTXC and Respondent Mint. He can be served at 424 Rose Garden Drive, McKinney, Texas 75072 and 10550 Rose Bud Court, McKinney, Texas 75072.

OVERVIEW

5. Respondent TEXITcoin purports to be an inexpensive mineable blockchain-based cryptocurrency located in Texas. Respondent MineTXC is the Texas-based mining partner of Respondent TEXITcoin.

6. Respondent Mint is the Texas-based cold storage coin manufacturing partner of Respondents TEXITcoin and MineTXC. Respondent Mint also acts as the marketing arm for Respondents TEXITcoin and MineTXC.

7. Respondent TEXITcoin, Respondent MineTXC and Respondent Mint are not registered with the Texas Secretary of State or authorized to transact business in the state of Texas. All three Respondents are purportedly owned and operated by Respondent Gray.

8. Respondent TEXITcoin, Respondent MineTXC, Respondent Mint, and Respondent Gray (hereinafter "Respondents") are issuing passive investments in cryptocurrency mining referred to as packages (hereinafter referred to as "Mining Packages"), and they are representing that once investors purchase a package, investors have their "...seat on the rocket ship, and now you can simply sit back and enjoy the ride."

9. Respondents are using a multi-level marketing network of sales agents to offer and sell the Mining Packages, and they are paying bonuses and commissions to these agents.

10. These sales agents are using social media and online media to offer the Mining Packages, recruit new sales agents, and direct potential investors to Respondents.

11. Respondents are engaging in illegal, fraudulent, deceptive, and/or misleading practices in connection with the offer of the Mining Packages to Texas residents. As described herein, their conduct threatens immediate and irreparable harm to the public.

THE TEXIT COIN WEBSITES AND THE MINING PACKAGES

12. Respondents operate internet websites accessible by the public at https://texitcoin.org (hereinafter referred to as the "TXC Website") and https://minetxc.com (hereinafter referred to as the "MineTXC Website").

13. The TXC Website directs potential investors seeking to invest in the Mining Packages to the MineTXC Website.

14. The MineTXC Website claims Respondents have raised over $147 million and paid out approximately $65 million in commissions.

15. The MineTXC Website allows investors to purchase Mining Packages to invest in Respondents' cryptocurrency mining operations.

16. Respondents are representing that the purchase of a Mining Package will entitle investors to receive a specific amount of hash power which is a percentage of the total mine power. The amount of hash power determines the investors' percentage of the mine's daily output of TEXITcoin. Respondents are also representing that investors will be paid their percentage of TEXITcoin daily. Investors never receive any mining hardware or control over mining hardware.

17. Respondents, through the MineTXC Website, offer investors the opportunity to purchase the Mining Packages pursuant to the following terms:

A. Investors purchase the Single Plan for a one-time fee of $995.00 and purportedly receive 100 megahash mining power;

B. Investors purchase the Triple Plan for a one-time fee of $2,985.00 and purportedly receive 300 megahash mining power; and

C. Investors purchase the Builder Plan for a one-time fee of $8,955.00 and purportedly receive 900 megahash mining power.

18. The above three Mining Packages are highlighted on the MineTXC Website, however, investors are offered additional options to purchase the Mining Packages when they are registering their account.

19. In addition to other payment methods, Respondents are offering investors the opportunity to make their initial investment in the Mining Packages by paper check. Investors who select this method are directed to make their check payable to "Danager Resources" and mail the check to the processing address located at 1801 West Louisiana Street, McKinney, Texas 75069.

RESPONDENTS' AFFILIATE PROGRAM

20. In addition to daily TEXITcoin rewards, Respondents, through the MineTXC Website, offer investors an opportunity to join a multilevel marketing matrix. After joining a multilevel marketing matrix, investors can earn commissions and bonuses by acting as sales agents and referring new investors to Respondents.

21. Respondents are offering investors the opportunity to earn bonuses under their "1-2-Free Sponsorship Bonus" program. This bonus program is described in greater details as follows:

A. Respondents are providing sales agents with a personalized sponsor or affiliate ID to use when directing new investors to the MineTXC Website;

B. For every three individual miners sales agents directly sponsor, they receive an additional 100 megahash mining power;

C. For every additional set of three miners sales agents sponsor, they receive an additional 100 megahash mining power in perpetuity; and

D. If sales agents achieve the "1-2-Free Sponsorship Bonus" within their first thirty days, they receive a bonus of 200 megahash mining power instead of the normal 100.

22. In addition to the bonuses, Respondents represent they are paying commission to their sales agents using a binary compensation structure. The binary compensation structure requires each sales agent build out, or sponsor, two "legs" or two teams made up of new investors. Each seat purchased by a new, sponsored investor is worth one point on the sales agent's teams. These commissions are further described in greater detail as follows:

A. For every three points a sales agent sponsors on each of their teams, they receive $1,000.00;

B. For every six points a sales agent sponsors on each of their teams, they receive $2,000.00;

C. For every nine points a sales agent sponsors on each of their teams, they receive $3,000.00;

D. Commissions are paid out each week, and are capped at nine points or $3,000.00 per week;

E. Sales agents are able to select to receive their commissions in USDC, TEXITcoin or megahash mining power; and

F. Once sales agents reach a milestone referred to as "TEXIT Ranger" status, they can choose to continue to recruit and receive commissions in cash or choose to stop recruiting and receive commissions in additional megahash mining power in perpetuity for their earlier efforts.

WIDESPREAD PROMOTION AND SOLICITATION

23. Respondents and their sales agents are promoting the Mining Package investments and recruiting new investors across Texas, the United States and internationally.

24. Respondents and their sales agents are using radio advertisements, billboards, sponsorships and more to promote the Mining Package investments and to recruit new investors and sales agents.

25. Additionally, Respondents and their sales agents are using YouTube, Facebook, X and other social media platforms to promote, offer, and sell the Mining Packages, as well as to recruit new investors and sales agents.

REGISTRATION VIOLATIONS

26. The Mining Packages have not been registered by qualification, notification or coordination, and no permit has been granted for their sale in Texas.

27. Respondents have not been registered with the Securities Commissioner as dealers or agents at any time material hereto.

FRAUD AND THE CONCEALMENT OF THE MULLIGAN MINT BANKRUPTCY

28. In connection with the offer and sale of the Mining Packages, Respondents are touting Respondent Gray's experience but are intentionally failing to disclose that on or about September 13, 2013, Respondent Gray's company, Mulligan Mint Inc., filed for Chapter 11 bankruptcy in United States Bankruptcy Court, Northern District of Texas, Case Number 13-34728, which was ultimately converted to a Chapter 7 liquidation bankruptcy and closed on or about March 1, 2021.

FRAUD IN CONNECTION WITH THE OFFER OF THE MINING PACKAGES

29. In connection with the offer and sale of the Mining Packages, Respondents are intentionally failing to disclose information about Respondent MineTXC's assets, liabilities, and capitalization.

30. In connection with the offer and sale of the Mining Packages, Respondents are directing investors that choose to pay via paper check to mail payments to Danager Resources while intentionally failing to disclose the following information:

    A. Information about Danager Resources' assets, liabilities, and capitalization;

    B. The identity, business repute and experience of the owners or principals of Danager Resources

    C. Information about Danager Resources' relationship to Respondents; and

    D. Information about Danager Resources control of investor funds, where those funds will be held and what custodial safeguards have been implemented by Danager Resources.

31. In connection with the offer and sale of Mining Packages, Respondents are intentionally failing to disclose the following material facts about the operations of Respondent MineTXC:

    A. The identity, business repute or qualifications of the persons responsible for managing the operations of each of Respondent MineTXC's cryptocurrency mining farms and data centers;

    B. Their strategy or procedures for overcoming hardware failures, power outages or network disconnections; and

C. Information about the security of the premises of its cryptocurrency mining farms, its data centers, and any other facility that maintains custody of hardware involved in cryptocurrency mining.

32. In connection with the offer and sale of the Mining Packages, Respondents are intentionally failing to disclose that Respondent TEXITCoin, Respondent MineTXC, Respondent Mint and Danager Resources are not registered with the Texas Secretary of State or authorized to transact business in the state of Texas.

MATERIALLY MISLEADING AND
DECEPTIVE PRACTICES AND THE OFFER OF MINING THE PACKAGES

33. Respondents are representing that Respondents are paying bonuses and commissions to sales agents who sell Mining Packages and recruit investors. These statements are materially misleading or otherwise likely to deceive the public because:

A. Persons who offer and sell securities in Texas, including the Mining Packages, who are not registered as dealers or agents, or are otherwise exempt from such registration, are violating Section 4004.051 of the Securities Act; and

B. Persons who offer the Mining Packages in Texas are offering unregistered securities in violation of Section 4003.001.

CONCLUSIONS OF LAW

1. The Mining Packages are securities as that term is defined in Section 4001.068 of the Securities Act.

2. Respondents are violating Section 4003.001 of the Securities Act by offering securities for sale in Texas at a time when the securities are not registered with or permitted by the Securities Commissioner.

3. Respondents are violating Section 4004.051 of the Securities Act by offering securities for sale in Texas without being registered pursuant to the provisions of Section 4004.051 of the Securities Act.

4. Respondents are engaging in fraud in connection with the offer for the sale of securities.

5. Respondents are making offers containing statements that are materially misleading or otherwise likely to deceive the public.

6. Respondents' conduct, acts, and practices threaten immediate and irreparable public harm.

7. The foregoing violations constitute bases for the issuance of an Emergency Cease and Desist Order pursuant to Section 4007.104 of the Securities Act.

ORDER

1. It is therefore ORDERED that Respondents immediately CEASE AND DESIST from offering for sale any security in Texas until the security is registered with the Securities Commissioner or is offered for sale pursuant to an exemption from registration under the Texas Securities Act.

2. It is further ORDERED that Respondents immediately CEASE AND DESIST from acting as securities dealers, agents, investment advisers, or investment adviser representatives in Texas until they are registered with the Securities Commissioner or are acting pursuant to an exemption from registration under the Texas Securities Act.

3. It is further ORDERED that Respondents immediately CEASE AND DESIST from engaging in any fraud in connection with the offer for sale of any security in Texas.

4. It is further ORDERED that Respondents immediately CEASE AND DESIST from offering securities in Texas through an offer containing a statement that is materially misleading or otherwise likely to deceive the public.

NOTICE

Pursuant to Section 4007.104 of the Securities Act, you may request a hearing before the 31st day after the date you were served with this Order. The request for a hearing must be in writing, directed to the Securities Commissioner, and state the grounds for the request to set aside or modify the Order. Failure to request a hearing will result in the Order becoming final and non-appealable.

You are advised under Section 4007.206 of the Securities Act that any knowing violation of an order issued by the Securities Commissioner under the authority of Section 4007.104 of the Securities Act is a criminal offense punishable by a fine of not more than $10,000.00, or imprisonment in the penitentiary for two to ten years, or by both such fine and imprisonment.

SIGNED AND ENTERED by the Securities Commissioner this 11th day of February, 2026.

Cristi R. Ochoa

CRISTI RAMÓN OCHOA
Deputy Securities Commissioner

SERVICE OF PROCESS

1. The Enforcement Division is serving **TEXITcoin** pursuant to Section 4007.104(b) of the Securities Act and Board Rule 105.6(b)(1) as follows:

   A. Registered mail addressed to the TEXITcoin at 424 Rose Garden Drive, McKinney, Texas 75072.

2. The Enforcement Division is serving **MineTXC** pursuant to Section 4007.104(b) of the Securities Act and Board Rule 105.6(b)(1) as follows:

   A. Registered mail addressed to the MineTXC at 424 Rose Garden Drive, McKinney, Texas 75072.

3. The Enforcement Division is serving **Blockchain Mint** pursuant to Section 4007.104(b) of the Securities Act and Board Rule 105.6(b)(1) as follows:

   A. Registered mail addressed to the Blockchain Mint at 424 Rose Garden Drive, McKinney, Texas 75072.

4. The Enforcement Division is serving **Robert J. Gray** pursuant to Section 4007.104(b) of the Securities Act and Board Rule 105.6(b)(1) as follows:

   A. Registered mail addressed to Robert J. Gray at 424 Rose Garden Drive, McKinney, Texas 75072; and

   B. Registered mail addressed to Robert J. Gray at 10550 Rose Bud Court, McKinney, Texas 75072.