



# COMMISSION NEWS

**ARIZONA CORPORATION COMMISSION, 1200 W. WASHINGTON, PHOENIX, AZ 85007**

TO: EDITORS, NEWS DIRECTORS  
FOR: IMMEDIATE RELEASE

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## **GLENDALE INSURANCE AGENT/CPA COMMITS SECURITIES FRAUD**

PHOENIX – The Arizona Corporation Commission has ordered Robert Dale Hylton and entities he controlled to repay more than \$225,000. Hylton is a licensed insurance agent and Certified Public Accountant who owns or controls five Glendale businesses: Hylton Enterprises, Oreo Management Company, Legend Leasing Company, Liberty Marketing Company and Passport Wholesale Supply. The repayment amount of more than \$225,000 represents the amount of money Hylton earned by selling fraudulent investments. The Commission also assessed Hylton and his entities a \$25,000 penalty.

From 1998 through 1999, Hylton sold 14 unregistered promissory notes issued by Superior Leasing of Arizona, Inc. for \$812,972. Hylton also sold World Cash Provider investments to three investors in 1999 for a total of at least \$112,500. In previous orders, the Commission took actions against Superior Leasing and World Cash Providers for violations of the Arizona Securities Act.

The Corporation Commission Securities Division filed the action against Hylton in August 2001, as part of a sweep of securities law violations by insurance agents. As a result of these investigations into crossover abuses in the insurance and securities industries, the Securities Division named 23 parties – including nine Arizona insurance agents – for the fraudulent sale of unregistered promissory notes, viatical settlement policies and interests in ATM machines. Since January 2000, the Arizona Corporation Commission has issued cease and desist orders against 22 licensed insurance agents for fraudulent securities sales. Securities regulators nationwide cite fraudulent sales of securities by unauthorized insurance agents as one of the largest problems facing the industry today. Losses to investors from these sales amount to tens of millions of dollars.

To learn whether an investment or the person proposing the investment is properly registered, call the Arizona Corporation Commission's Securities Division before you invest. Call 602-542-4242 in the metro

Phoenix area or the toll free number at 1-877-811-3878. Additional information is available on the Division's website at [www.ccsd.cc.state.az.us](http://www.ccsd.cc.state.az.us).

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