

1 **TENTATIVE FINDINGS OF FACT**

2 Respondents

3 1. Ensentech, Inc. (“Ensentech”) is a Nevada corporation purportedly developing
4 material transporter, dryer, and separator using air flow technology with a test site in Pierce
5 County, Washington. Ensentech’s registered agent is Rolan Campbell. Campbell’s address is
6 960 Bollen Circle, Gardnerville, Nevada.

7 2. Gary G. Scott (“Scott”) is the president of Ensentech.

8 3. Hydro-Clean Fuel Systems, Inc. (“Hydro-Clean”), a Nevada Corporation and
9 “sister company” to Ensentech, is purportedly developing a two stroke generator fueled by a
10 clean system with its principal place of business in Utah. Hydro-Clean’s two stroke generator
11 is allegedly compatible with the Ensentech material moving system. Hydro-Clean’s
12 registered agent is Rolan Campbell. Campbell’s address is 960 Bollen Circle, Gardnerville,
13 Nevada.

14 4. Gary L. Davis (“Davis”) is the president of Hydro-Clean.

15 Other Proceedings

16 5. The Utah Securities Division filed an Order to Show Cause against Hydro-
17 Clean, Gary L. Davis, Cyndy Pedersen, Ensentech, Gary L. Scott, and Jan W. Carlson on or
18 about August 25, 2005 alleging Hydro-Clean, Gary L. Davis, Cyndy Pedersen, Ensentech,
19 Gary L. Scott, and Jan W. Carlson offered and sold unregistered securities.

20 Description of the Offering

21 6. Starting in at least mid-1998 and continuing through at least September of 2004,
22 Respondents offered and sold stock in Ensentech and Hydro-Clean to at least fourteen
23 Washington residents.

1 2. The offer and/or sale of said securities by Respondents, Ensentech, Inc., Gary G.
2 Scott, Hydro-Clean Fuel Systems, Inc., and Gary L. Davis, was made in violation of RCW
3 21.20.140 because no registration for such offer and/or sale is on file with the Securities
4 Administrator of the state of Washington.

5 3. Respondent Gary G. Scott violated RCW 21.20.040 by offering and/or selling
6 said securities while not being registered as a securities salesperson or broker-dealer in the
7 state of Washington.

8 4. The offer and/or sale of said securities was made in violation of RCW 21.20.010
9 because, as set forth above, Respondents, Ensentech, Inc., Gary G. Scott, Hydro-Clean Fuel
10 Systems, Inc., and Gary L. Davis in connection with the offer and sale of said securities, made
11 untrue statements of material fact and/or omitted to state material facts necessary in order to
12 make the statements made, in light of the circumstances under which they were made, not
13 misleading.

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15 **NOTICE OF INTENT TO ORDER RESPONDENTS TO CEASE AND DESIST**

16 Pursuant to RCW 21.20.390, and based upon the Tentative Findings of Fact and
17 Conclusions of Law, the Securities Administrator intends to order that Respondents,
18 Ensentech, Inc., Gary G. Scott, Hydro-Clean Fuel Systems, Inc., and Gary L. Davis, their
19 agents and employees, each shall cease and desist from violations of RCW 21.20.140, RCW
20 21.20.040, and RCW 21.20.010.

1 The Securities Administrator may also file a certified copy of the order in Superior Court and
2 proceed to collect the fine and costs sought against the respondents in accordance with RCW
3 20.21.395.

4 Dated and Entered this 6th day of September, 2005

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7 MICHAEL E. STEVENSON
8 Securities Administrator

9 Approved by:

10 

11 Martin Cordell
12 Chief of Enforcement

13 Presented by:

14 

15 Dylan Waits
16 Financial Legal Examiner