

UNITED STATES OF AMERICA
Before the
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

ADMINISTRATIVE PROCEEDINGS RULINGS
Release No. 2636 / May 6, 2015

ADMINISTRATIVE PROCEEDING
File No. 3-15815

In the Matter of

L&L ENERGY, INC.
AND DICKSON LEE, CPA

ORDER FOLLOWING PREHEARING
CONFERENCE

On March 27, 2014, the Securities and Exchange Commission issued an Order Instituting Administrative and Cease-and-Desist Proceedings (OIP) against Respondents. On April 3, 2014, I stayed this proceeding pending resolution of the criminal case against Respondents in *United States v. Lee*, 14-cr-24 (W.D. Wash.). See *L&L Energy, Inc.*, Admin. Proc. Rulings Release No. 1360, 2014 SEC LEXIS 1188. On April 28, 2015, I lifted the stay as the criminal case has been resolved. See *L&L Energy, Inc.*, Admin. Proc. Rulings Release No. 2599, 2015 SEC LEXIS 1601. Dickson Lee, CPA, pled guilty to two counts of securities fraud in violation of 18 U.S.C. § 1348 and was sentenced to five years in prison, and L&L Energy, Inc., pled guilty to one count of securities fraud in violation of the same statutory provision and was sentenced to five years of corporate probation, assessed a fine of \$175,000, and prohibited from offering its securities in the United States. See U.S. Attorney's Status Reports Pursuant to Order Staying Proceedings (Nov. 25, 2014, Feb. 26, 2015, Apr. 27, 2015).

Yesterday, I held a telephonic prehearing conference. Counsel for the Division of Enforcement and Dickson Lee, appeared. No one made an appearance on behalf of L&L Energy, Inc. L&L's former counsel Mark Bartlett participated in the conference, but he made clear that he is not representing the company.

As established by the Division's declaration and U.S. Postal Service confirmation of receipt, L&L was served with the OIP no later than April 4, 2014. See 17 C.F.R. § 201.141(a)(2)(ii). At the conference, I directed that L&L's Answer to the OIP's allegations is due May 26, 2015.¹ Also, I set the following procedural schedule:

May 29, 2015: The Division's motion for summary disposition is due.

¹ Dickson Lee made an offer of settlement that is pending with the Commission. As such, the Answer due date and procedural schedule do not apply to him.

June 12, 2015: L&L's opposition is due.

June 19, 2015: The Division's reply, if any, is due.

If L&L fails to file an Answer within the time provided, it will be deemed in default and the proceeding will be determined against it. 17 C.F.R. §§ 201.155(a), .220(f), .221(f). In the event that L&L fails to file an Answer, the Division shall file a motion for default and sanctions in lieu of a motion for summary disposition. The Division's motion shall include proposed findings of fact and conclusions of law, with an analysis of each element necessary to establish liability under the securities laws; and legal authority and evidentiary support for the sanctions sought against L&L.

The parties' submissions and any evidence or documents in support shall be filed with the Commission's Office of the Secretary in hard-copy paper format, pursuant to Rules 151 and 152. 17 C.F.R. §§ 201.151, .152. Electronic courtesy copies of the parties' submissions should be emailed to ALJ@sec.gov in PDF text-searchable format. Electronic copies of the parties' exhibits should not be combined into a single PDF file, but submitted as separate attachments.

This Order shall be sent to the address on L&L's most recent filing with the Commission, as well as the address of L&L's registered corporate agent:

L&L Energy, Inc., 130 Andover Park East, Suite 200, Seattle, WA 98188

L&L Energy, Inc., c/o American Corporate Enterprises, Inc.,
123 West Nye Lane, Suite 129, Carson City, NV 89706

Brenda P. Murray
Chief Administrative Law Judge