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

Administrative Proceedings Rulings Release No. 5217 / November 2, 2017

Administrative Proceeding File No. 3-18173

In the Matter of

Experience Art and Design, Inc., Fu Lu Cai Productions Ltd. (n/k/a Alfa Star Energy Ltd.), Heavy Earth Resources, Inc., and Horne International, Inc. Order Directing the Division to File a Motion for Default and Sanctions as to Respondent Experience Art and Design, Inc.

On September 12, 2017, the Securities and Exchange Commission issued an order instituting proceedings (OIP) against Respondents pursuant to Section 12(j) of the Securities Exchange Act of 1934.¹ The OIP alleges that Respondents Fu Lu Cai Productions Ltd. (n/k/a Alfa Star Energy Ltd.) and Heavy Earth Resources, Inc., are delinquent in their periodic filings with the Commission. OIP at 1-2. Respondent Experience Art and Design, Inc., however, does not appear to be delinquent in its periodic filings. The OIP instead alleges that Experience Art's annual reports for the past four years did not contain audited financial statements in violation of Exchange Act Section 13(a) and Regulation S-X. *Id.* at 1.

Any violation of the Exchange Act is grounds for revocation of an issuer's securities, see 15 U.S.C. § 78l(j), and I am prepared to find Experience Art in default because it has not answered the OIP or responded to the show cause order that I issued on October 20, 2017. See Experience Art & Design, Inc., Admin. Proc. Rulings Release No. 5196, 2017 SEC LEXIS 3359. However, because the allegations against the company concern not its lack of periodic

Respondent Horne International, Inc., settled with the Commission and is no longer part of this proceeding. *Experience Art & Design, Inc.*, Exchange Act Release No. 81845, 2017 SEC LEXIS 3240 (Oct. 10, 2017).

reports but a deficiency in those reports, it would be helpful if the Division of Enforcement would file a motion for default and sanctions specifying the regulations that Experience Art has violated and identifying evidence of those violations in the company's filings on EDGAR or providing other competent evidence of such violations.

I ORDER the Division to file such a motion by November 28, 2017. Electronic courtesy copies of the Division's submission may be emailed to ALJ@sec.gov in PDF text-searchable format. Electronic copies of exhibits should not be combined into a single PDF file, but sent as separate attachments.

Cameron Elliot Administrative Law Judge