## UNITED STATES OF AMERICA before the SECURITIES AND EXCHANGE COMMISSION

SECURITIES EXCHANGE ACT OF 1934 Release No. 86154 / June 19, 2019

Admin. Proc. File No. 3-18785

In the Matter of

CHINA GINSENG HOLDINGS, INC., HONGLI CLEAN ENERGY TECHNOLOGIES CORP., and TIANYIN PHARMACEUTICALS CO., INC.,

Respondents.

## ORDER TO SHOW CAUSE AS TO HONGLI CLEAN ENERGY TECHNOLOGIES CORP.

The Securities and Exchange Commission ("Commission") issued an Order Instituting Proceedings ("OIP") on September 18, 2018, pursuant to Section 12(j) of the Securities Exchange Act of 1934, against China Ginseng Holdings, Inc., Hongli Clean Energy Technologies Corp., and Tianyin Pharmaceuticals Co., Inc.<sup>1</sup>

On September 25, 2018, the Division of Enforcement filed the Declaration of Ronald Turnbaugh stating that service of the OIP was made on Hongli, an inactive Florida corporation, on September 21, 2018 by delivery to Cogency Global, Inc.<sup>2</sup> On October 1, 2018, Cogency Global filed a notice stating that it is not currently Hongli's registered agent. On February 27, 2019, the Commission ordered the Division to file a status report concerning service of the OIP.<sup>3</sup> The Commission's order observed that attempted service on a Florida corporation via an agent that resigned "prior to . . . service of process" generally is not effective.<sup>4</sup>

China Ginseng Holdings, Inc., Exchange Act Release No. 84190, 2018 WL 4488864 (Sep. 18, 2018).

Service of the OIP was made on China Ginseng Holdings, Inc., and Tianyin Pharmaceuticals Co., Inc., in September 2018, and the Commission previously issued an order to show cause as to them. *China Ginseng Holdings, Inc.*, Exchange Act Release No. 85196, 2019 WL 936687 (Feb. 25, 2019).

<sup>&</sup>lt;sup>3</sup> China Ginseng Holdings, Inc., Exchange Act Release No. 85214, 2019 WL 967599 (Feb. 27, 2019).

<sup>&</sup>lt;sup>4</sup> *Id.* at \*1 (quoting *Sunrise Beach, Inc. v. Phillips*, 181 So.2d 169, 170 (Fla. Dist. Ct. App. 1965)).

On March 14, 2019, the Division filed a declaration stating that it effected service on Hongli by service on the Florida Secretary of State. Under Florida Revised Statutes §§ 48.161 and 48.181(1), by transacting business in Florida (here, by forming a corporation under Florida law), Hongli was deemed to have appointed the "Secretary of State . . . as their agent on whom all process" may be served. According to the Division, the "staff member of the Florida Secretary of State's Office charged with processing service received by the Florida Secretary of State on corporations under Florida Revised Statutes § 48.161" confirmed by facsimile that the "Secretary of State had accepted service" of the OIP on March 7, 2019.

As stated in the OIP, Hongli's answer was required to be filed within ten days of service of the OIP.<sup>5</sup> As of the date of this order, Hongli has not filed an answer. The prehearing conference and the hearing are thus continued indefinitely.

Accordingly, Hongli is ORDERED to SHOW CAUSE by July 3, 2019, why the registrations of its securities should not be revoked by default due to its failure to file an answer and to otherwise defend this proceeding. When a party defaults, the allegations in the OIP will be deemed to be true and the Commission may determine the proceeding against that party upon consideration of the record without holding a public hearing.

If Hongli fails to respond to this order to show cause, it may be deemed in default, the proceeding may be determined against it, and its securities may be revoked. Upon review of the filings in response to this order, the Commission will either direct further proceedings by subsequent order or issue a final order resolving the matter.

For the Commission, by the Office of the General Counsel, pursuant to delegated authority.

Vanessa A. Countryman Acting Secretary

<sup>&</sup>lt;sup>5</sup> China Ginseng Holdings, Inc., 2018 WL 4488864, at \*2; Rules of Practice 151(a), 160(b), 220(b), 17 C.F.R. §§ 201.151(a), 160(b), .220(b).

Rules of Practice 155, 180, 17 C.F.R. § 201.155, .180; see China Ginseng Holdings, Inc., 2018 WL 4488864, at \*3 ("If Respondents fail to file the directed Answers, . . . [they] may be deemed in default and the proceedings may be determined against them . . . .").