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ARKANSAS SECURITIES DEPARTMENT

*****FOR IMMEDIATE RELEASE*****

Date: December 20, 2012
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ARKANSAS SECURITIES COMMISSIONER ORDERS PARTIES TO STOP THE OFFER OR SALE OF SECURITIES IN ARKANSAS AND FURTHER ACTIVITY IN VIOLATION OF THE ARKANSAS SECURITIES ACT

On December 19, 2012, Arkansas Securities Commissioner A. Heath Abshure ("Commissioner") entered a cease and desist order against United States Oil and Gas Corp. ("USOG"), a Delaware corporation formerly based in Austin, Texas, and currently based in Brooklyn, New York; Omar Leon Plummer ("Plummer") of Blacklick, Ohio; and Alexander William Tawse ("Tawse") of Austin, Texas. The order directed the Respondents to stop the offer and sale of securities in Arkansas and to refrain from further activity in violation of the Arkansas Securities Act ("Act") and the Rules of the Arkansas Securities Commissioner. During the time period discussed in the order, Plummer served as the Vice President of Investor Relations for USOG; and Tawse served as the President, Chairman of the Board of Directors, and Chief Executive Officer of USOG.

The order found that in March 2011, USOG through its agent Plummer made an unsolicited cold-call to a ninety-one-year-old Arkansas resident ("AR1") in order to sell its ten-percent convertible promissory notes ("Notes"), with principal and accrued interest payable on December 31, 2015, for a minimum investment of \$25,000.00. Subsequently, on or about March 25, 2011, AR1 purchased a \$25,000.00 Note from USOG. While USOG had notice filed with the Arkansas Securities Department ("Department") for the sale of the Notes as federal covered securities under Section 18(b)(4)(D) of the Securities Act of 1933, USOG's general solicitation of AR1 resulted in the loss of USOG's federal Rule 506 exemption to offer and sell the Notes in Arkansas as covered securities. As a result, the Notes were securities that were sold without being registered, exempt from registration, or covered securities, in violation of the Act.

Additionally, the order found that Plummer violated the Act by transacting business as an agent of USOG without registering with the Department as an agent of the issuer in Arkansas. Plummer continues to contact AR1 to discuss AR1's investment with USOG and other investment opportunities. USOG and Tawse violated the Act by employing Plummer as an unregistered agent of the issuer. Furthermore, the Respondents omitted material facts in connection with the offer and sale of the Notes to investors by failing to disclose Plummer's adverse legal and regulatory history to investors.

Anyone with additional information regarding USOG, Plummer, or Tawse is encouraged to contact Amber E. Crouch, Staff Attorney, at 501-324-8677. The order is accessible online at the Department's website, www.securities.arkansas.gov, Order No. S-11-0310-12-OR01, In the Matter of United States Oil & Gas Corp., Omar Leon Plummer (CRD# 2967570), & Alexander William Tawse.