

**UNITED STATES OF AMERICA**  
**Before the**  
**SECURITIES AND EXCHANGE COMMISSION**  
**January 19, 2006**

**ADMINISTRATIVE PROCEEDING**  
**File No. 3-12149**

<p><b>In the Matter of</b></p> <p><b>Safe Transportation Systems, Inc.,</b></p> <p><b>Respondent.</b></p>
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**ORDER INSTITUTING ADMINISTRATIVE  
PROCEEDINGS AND NOTICE OF HEARING  
PURSUANT TO SECTION 12(j) OF THE  
SECURITIES EXCHANGE ACT OF 1934**

**I.**

The Securities and Exchange Commission (“Commission”) deems it necessary and appropriate for the protection of investors that public administrative proceedings be, and hereby are, instituted pursuant to Section 12(j) of the Securities Exchange Act of 1934 (“Exchange Act”).

**II.**

After an investigation, the Division of Enforcement alleges that:

**A. RESPONDENT**

1. Safe Transportation Systems, Inc. (CIK No. 1089982) is a Florida corporation located in Miami Beach, Florida with a class of equity securities registered with the Commission pursuant to Exchange Act Section 12(g). The company is delinquent in its periodic filings with the Commission, having not filed a periodic report since a Form 10-QSB was filed for the period ending March 31, 2002, and that filing reported that the company’s liabilities exceeded its assets by \$1.3 million. The company’s common stock (symbol “SFTP”) was quoted on the Pink Sheets as of December 20, 2005, has several market makers, and is eligible for the piggyback exemption of Exchange Act Rule 15c2-11(f)(3)(i).

**B. DELINQUENT PERIODIC FILINGS**

2. Respondent Safe Transportation Systems, Inc. is delinquent in its periodic filings with the Commission (*see* Chart of Delinquent Filings, attached hereto as Appendix 1), has repeatedly failed to meet its obligations to file timely periodic reports, and failed, in whole or in part, to heed delinquency letters sent to it by the Division of Corporation Finance requesting compliance with its periodic filing obligations or, through their failure to maintain a valid address on file with the Commission, did not receive such letters.

3. Exchange Act Section 13(a) and the rules promulgated thereunder require issuers of securities registered pursuant to Exchange Act Section 12 to file with the Commission current and accurate information in periodic reports, even if the registration is voluntary under Section 12(g). Specifically, Rule 13a-1 requires issuers to file annual reports (Forms 10-K or 10-KSB), and Rule 13a-13 requires issuers to file quarterly reports (Forms 10-Q or 10-QSB).

4. As a result of the foregoing, Respondent failed to comply with Exchange Act Section 13(a) and Rules 13a-1 and 13a-13 thereunder.

### **III.**

In view of the allegations made by the Division of Enforcement, the Commission deems it necessary and appropriate for the protection of investors that public administrative proceedings be instituted to determine:

A. Whether the allegations contained in Section II of this Order are true, and to afford the Respondent an opportunity to establish any defenses to such allegations; and

B. Whether it is necessary and appropriate for the protection of investors to suspend for a period not exceeding twelve months or to revoke the registrations of each class of securities of the Respondent identified in Section II pursuant to Section 12 of the Exchange Act.

### **IV.**

IT IS HEREBY ORDERED that a public hearing for the purpose of taking evidence on the questions set forth in Section III hereof shall be convened at a time and place to be fixed, and before an Administrative Law Judge to be designated by further order as provided by Rule 110 of the Commission's Rules of Practice [17 C.F.R. § 201.110].

IT IS HEREBY FURTHER ORDERED that the Respondent shall file an Answer to the allegations contained in this Order within ten (10) days after service of this Order, as provided by Rule 220(b) of the Commission's Rules of Practice [17 C.F.R. § 201.220(b)].

If Respondent fails to file the directed Answer, or fails to appear at a hearing after being duly notified, the Respondent may be deemed in default and the proceedings may be determined against it upon consideration of this Order, the allegations of which may be deemed to be true as provided by Rules 155(a), 220(f), 221(f), and 310 of the Commission's Rules of Practice [17 C.F.R. §§ 201.155(a), 201.220(f), 201.221(f), and 201.310].

This Order shall be served forthwith upon Respondent personally or by certified or registered mail or by other means of verifiable delivery.

IT IS FURTHER ORDERED that the Administrative Law Judge shall issue an initial decision no later than 120 days from the date of service of this Order, pursuant to Rule 360(a)(2) of the Commission's Rules of Practice [17 C.F.R. § 201.360(a)(2)].

In the absence of an appropriate waiver, no officer or employee of the Commission engaged in the performance of investigative or prosecuting functions in this or any factually related proceeding will be permitted to participate or advise in the decision of this matter, except as witness or counsel in proceedings held pursuant to notice. Since this proceeding is not "rule making" within the meaning of Section 551 of the Administrative Procedure Act, it is not deemed subject to the provisions of Section 553 delaying the effective date of any final Commission action.

By the Commission.

Nancy M. Morris  
Secretary

Attachment

## Appendix 1

### Chart of Delinquent Filings

Company Name	Form Type	Period Ended	Due Date	Date Received	Months Delinquent (rounded up)
<b>Safe Transportation Systems, Inc.</b>	<i>10-QSB</i>	09/30/02	11/14/02	Not filed	38
	<i>10-KSB</i>	12/31/02	03/31/03	Not filed	34
	<i>10-QSB</i>	03/31/03	05/15/03	Not filed	32
	<i>10-QSB</i>	06/30/03	08/14/03	Not filed	29
	<i>10-QSB</i>	09/30/03	11/14/03	Not filed	26
	<i>10-KSB</i>	12/31/03	03/30/04	Not filed	22
	<i>10-QSB</i>	03/31/04	05/17/04	Not filed	20
	<i>10-QSB</i>	06/30/04	08/16/04	Not filed	17
	<i>10-QSB</i>	09/30/04	11/15/04	Not filed	14
	<i>10-KSB</i>	12/31/04	03/31/05	Not filed	10
	<i>10-QSB</i>	03/31/05	05/16/05	Not filed	8
	<i>10-QSB</i>	06/30/05	08/15/05	Not filed	5
	<i>10-QSB</i>	09/30/05	11/14/05	Not filed	2
Total Filings Delinquent	13				