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**STATE OF CALIFORNIA  
BUSINESS, TRANSPORTATION AND HOUSING AGENCY  
DEPARTMENT OF CORPORATIONS**

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**TO:** AMARJIT SINGH DULKOAN  
RAPID CASH  
RAPIDCASH, INC.  
PAYDAY SERVICES  
280 E. 10th Street  
Gilroy, California 95020

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**DESIST AND REFRAIN ORDER  
(For violations of California Financial Code section 23005)**

The California Corporations Commissioner finds that:

1. Amarjit Singh Dulkoan is an individual and during all relevant times herein was an owner of a business known as Rapid Cash and RapidCash, Inc. Amarjit Dulkoan is listed as the owner of the fictitious business names Rapid Cash and Payday Services on file in Santa Clara County and is shown as the president of the California corporation RapidCash, Inc., with the California Secretary of State’s Office. All Dulkoan’s businesses are located at 280 E. 10<sup>th</sup> Street, Gilroy, California 95020. All the foregoing entities and Dulkoan hereinafter are referred to as “Dulkoan.”

2. The California Corporations Commissioner (“Commissioner”) of the Department of Corporations (“Department”) has not issued a license to either Dulkoan in his individual name or to Rapid Cash, RapidCash, Inc., and Payday Services to engage in the business of deferred deposit transactions under the California Deferred Deposit Transaction Law (“CDDTL”) (California Financial Code §§ 23000 et seq.).

2. Dulkoan has engaged in the business of deferred deposit transactions by offering, originating and making deferred deposit transactions as described below.

4. A deferred deposit transaction is a written transaction whereby one person gives funds to another person upon receipt of a personal check, and it is agreed that the personal check shall not be deposited until a later date. These loans are sometimes referred to as “payday loans.”

1           5. Dulkoan is not exempt from the licensing requirements of California Financial Code  
2 section 23005.

3           6. Dulkoan was definitely aware that a CDDTL license was required to lawfully  
4 engage in the business of deferred deposit transactions as Dulkoan had received a notice about it.  
5 On May 25, 2005, the Commissioner’s corporation examiner informed Dulkoan that licensure  
6 was required to engage in CDDTL transactions.

7           7. On July 9, 2005, another corporation examiner with the Department contacted  
8 Dulkoan, who admitted to the corporation examiner that Rapid Cash had continued to engage in  
9 the deferred deposit transaction business by making payday loans. On July 25, 2005, the  
10 Commissioner’s corporation examiner again admonished Dulkoan that he and his companies  
11 were to cease engaging in deferred deposit business. All of the Commissioner’s communications  
12 with Dulkoan explicitly informed him that one could not engage in the business of deferred  
13 deposit transactions unless and until he obtained a CDDTL license from the Commissioner.

14           8. During 2005 when the Commissioner’s corporation examiners reviewed  
15 Dulkoan’s records, they found Dulkoan made 576 deferred deposit transactions during the period  
16 from January 1, 2005 to May 25, 2005, and 226 deferred deposit transactions from May 26, 2005  
17 to July 26, 2005, and that Dulkoan continued to engage in the deferred deposit transaction  
18 business after that date. In fact, it appears that Dulkoan obtained a new fictitious business name,  
19 Payday Services, on July 26, 2005, to disguise the continuing transactions in violation of the  
20 CDDTL.

21           9. Additionally, Commissioner’s examiners determined that Dulkoan, Rapid Cash and  
22 RapidCash, Inc., are conducting business involving check cashing, money transfers, money  
23 orders and bill payment services.

24           10. To date Dulkoan, Rapid Cash, RapidCash, Inc., and PayDay Services have not  
25 submitted an application form for a CDDTL license.

26           11. No CDDTL license had ever been issued to Dulkoan and notwithstanding  
27 numerous notifications regarding the licensure requirement, Dulkoan willfully and knowingly  
28 continues to engage in deferred deposit business without a license from the Commissioner.

1 By reason of the foregoing, Amarjit Singh Dulkoan, Rapid Cash, RapidCash, Inc., and/or  
2 Payday Services have engaged in the business of deferred deposit transactions without having  
3 first obtained a license from the Commissioner in violation of California Financial Code section  
4 23005.

5 Pursuant to California Financial Code section 23050, Amarjit Singh Dulkoan, Rapid  
6 Cash, RapidCash, Inc., and Payday Services are hereby ordered to desist and refrain from  
7 engaging in the business of deferred deposit transactions in the State of California without first  
8 obtaining a license from the Commissioner, or otherwise being exempt. This Order is necessary,  
9 in the public interest, for the protection of consumers and is consistent with the purposes, policies  
10 and provisions of the California Deferred Deposit Transaction Law. This Order shall remain in  
11 full force and effect until further order of the Commissioner.

12 California Financial Code section 23050 provides in pertinent part:

13 Whenever, in the opinion of the commissioner, any person is engaged in  
14 the business of deferred deposit transactions, as defined in this division,  
15 without a license from the commissioner . . . the commissioner may order  
16 that person or licensee to desist and to refrain from engaging in the  
17 business . . . . If, within 30 days, after the order is served, a written request  
18 for a hearing is filed and no hearing is held within 30 days thereafter, the  
19 order is rescinded.

20 Dated: February 28, 2005  
21 Los Angeles, California

22 WAYNE STRUMPFER  
23 Acting California Corporations Commissioner

24 By \_\_\_\_\_  
25 STEVEN C. THOMPSON  
26 Special Administrator  
27 California Deferred Deposit Transaction Law  
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