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California Corporations Commissioner
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9 BEFORE THE DEPARTMENT OF CORPORATIONS
10 OF THE STATE OF CALIFORNIA
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12 In the Matter of THE CALIFORNIA) Case No.: 963-1934
CORPORATIONS COMMISSIONER,)
13) DEMAND FOR AND ORDER TAKING
Complainant,) POSSESSION OF THE TRUST FUNDS AND
14) ESCROW RECORDS OF ASSET ESCROW
vs.) SERVICES, INC. PURSUANT TO
15) CALIFORNIA FINANCIAL CODE SECTION
16 ASSET ESCROW SERVICES, INC.,) 17621
17)
Respondent.)
18)
19)

20 TO: ASSET ESCROW SERVICES, INC.
21 707 Escondido Avenue, Suite 208
Escondido, California 92084

22 CITY NATIONAL BANK
23 5601 East Slauson Avenue
24 City of Commerce, California 90040

25 WHEREAS, Preston DuFauchard, the California Corporations Commissioner
26 ("Commissioner"), has found that Asset Escrow Services, Inc. ("Respondent"), an escrow agent
27 subject to the Escrow Law (California Financial Code sections 17000 et seq.), is unable to remedy
28 certain conditions set forth in the Notice and Summary of Findings Pursuant to section 17621 of the

1 California Financial Code issued by the Commissioner on October 15, 2007; and

2 WHEREAS, Respondent is conducting escrow business in an unsafe, injurious and unauthorized
3 manner, so as to render further operations hazardous to the public and to customers in that

4 Respondent has:

5 (a) abandoned the escrow business;

6 (b) failed to provide the Commissioner with copies of the bank reconciliations or trust
7 account bank records in violation of Financial Code section 17404 and California Code of
8 Regulations, title 10, section 1732.2; and

9 (c) failed to properly wind and liquidate its escrow business despite having been given at
10 least six months to do so.

11 NOW, GOOD CAUSE APPEARING, pursuant to Financial Code section 17621, the
12 Commissioner, effective this date, hereby demands and takes possession of the trust accounts of
13 Asset Escrow Services, Inc., and all bank and escrow records pertinent thereto, and will retain
14 possession thereof until the Commissioner appoints a conservator, or until its affairs are finally
15 liquidated as provided for in Division 6, Chapter 6 of the Financial Code, or it resumes business with
16 the consent and upon such conditions as the Commissioner may prescribe.

17 Dated: October 15, 2007
18 Los Angeles, CA

PRESTON DuFAUCHARD
California Corporations Commissioner

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20 By _____
21 Alan S. Weinger
22 Lead Corporations Counsel
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