

1 STATE OF CALIFORNIA
2 BUSINESS, TRANSPORTATION AND HOUSING AGENCY
3 DEPARTMENT OF CORPORATIONS

4 TO: BDM SERVICES
5 ARROW PRODUCTIONS USA, INC.
6 5300 Orange Ave., Suite # 109
7 Cypress, California 90630
8
9 P.O. Box 6450
10 Orange, California 92863

11 DESIST AND REFRAIN ORDER

12 (For violations of sections 17200 and 17403 of the Financial Code)

13 The California Corporations Commissioner finds that:

14 1. At all relevant times herein, Arrow Productions USA, Inc., (“Arrow”) is a dissolved
15 California corporation with its principal place of business at 5300 Orange Ave., #109, Cypress,
16 California 90630.

17 2. At all relevant times herein, BDM Services (“BDM”) is a company of indeterminate
18 origin with its principal place of business at P.O. Box 6450, Orange, California 92863.

19 3. At all relevant times herein, Arrow is the registered domain user for
20 <http://bdmusa.com>.

21 4. Since 2011, Arrow and BDM have engaged in the business of an escrow agent by
22 advertising its services over the Internet at <http://bdmsusa.com/escrow.php>, as follows:

23 (a) BDM offers itself as a third-party that collects, holds, and disburses, funds according
24 to Buyer and Seller instructions;

25 (b) BDM markets itself as, “the most trusted escrow service on the Internet.”

26 (c) BDM charges escrows fees of at least 3% of the merchandise price.

27 5. Neither Arrow nor BDM has been issued a license from the California Corporations
28 Commissioner authorizing them to conduct business as an escrow agent, as required under California
Financial Code section 17200.

Neither Arrow nor BDM has been issued an escrow agent license from the California
Corporations Commissioner allowing them to advertise over the Internet that they are in the escrow
business, as required under California Financial Code section 17403.

1 Based on the foregoing findings, the California Corporations Commissioner is of the opinion
2 that Arrow Productions USA, Inc. and BDM Services are engaged in the business of an escrow agent
3 without obtaining a license from the California Corporations Commissioner in violation of California
4 Financial Code section 17200.

5 Pursuant to California Financial Code section 17416, Arrow Productions USA, Inc. and BDM
6 Services are ordered to desist and refrain from engaging in the business of receiving escrows for
7 deposit or delivery without first obtaining a license from the California Corporations Commissioner.

8 Further, the California Corporations Commissioner is of the opinion that Arrow Productions
9 USA, Inc. and BDM Services advertised on their website that they were engaged in the escrow
10 business without first obtaining an escrow agent license from the California Corporations
11 Commissioner, in violation of California Financial Code section 17403.

12 Pursuant to California Financial Code section 17403, Arrow Productions USA, Inc. and BDM
13 Services are ordered to desist and refrain from issuing, circulating, or publishing, any advertisement
14 by means of any communication, including any internet websites, or making use of or circulating any
15 letterheads, billheads, blank notes, blank receipts, blank escrow instructions, certificates, circulars, or
16 any written or printed paper, containing any fictitious or corporate name or other words indicating
17 that they are in the escrow business.

18 This Order is necessary, in the public interest, for the protection of investors and consistent
19 with the purposes, policies, and provisions of the California Escrow Law.

20 Dated: September 15, 2011
21 Los Angeles, California

PRESTON DuFAUCHARD
California Corporations Commissioner

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23 By: _____
24 ALAN S. WEINGER
25 Deputy Commissioner
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