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

**TO:** Discount Gold Brokers, Inc.  
www.discountgoldbrokers.com  
14724 Ventura Boulevard, Suite 700  
Sherman Oaks, California 91403

**DESIST AND REFRAIN ORDER**  
**(For Violations of Corporations Code section 29520)**

The Commissioner of Corporations of the State of California finds that:

1. Discount Gold Brokers, Inc. is a California corporation that conducts business at the address of 14724 Ventura Boulevard, Suite 700, Sherman Oaks, California 91403.
2. Discount Gold Brokers, Inc. also conducts business through its website at www.discountgoldbrokers.com.
3. Since at least February 2012 and continuing thereafter, Discount Gold Brokers, Inc. offered to enter into, or entered into, transactions as sellers of commodities contracts in the State of California, in the form of precious metals.
4. The precious metals including gold coins sold, or offered to be sold, under commodities contracts were commodities within the meaning of Corporations Code section 29504 of the California Commodity Law of 1990.
5. Discount Gold Brokers, Inc. has engaged in a pattern or practice of delaying the delivery of coins in violation of Corporations Code section 29531(b) which requires shipment of the coins within 28 calendar days from full payment of funds.
6. At least one customer ordered and paid for gold coins but waited approximately three months (rather than 28 calendar days) to receive the coins from Discount Gold Brokers, Inc.

Based upon the foregoing findings, the Commissioner of Corporations is of the opinion that Discount Gold Brokers, Inc. offered to sell or sold commodities including precious metals under

1 commodities contracts, or offered to enter into, or entered into commodities contracts as sellers of  
2 commodities.

3 Pursuant to Corporations Code section 29542 of the California Commodity Law of 1990,  
4 Discount Gold Brokers, Inc. is hereby ordered to desist and refrain from the further offer and sale of  
5 commodities including, but not limited to, precious metals, or from further offering to enter into, or  
6 entering into, as sellers any commodity contracts in the State of California, unless and until those  
7 activities are not in violation of Corporations Code section 29520.

8 This Order is necessary, in the public interest, for the protection of investors and consistent  
9 with the purposes, policies, and provisions of the California Commodity Law of 1990.

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11 Dated: April 15, 2013

JANLYNN OWEN  
Commissioner of Corporations

14 By \_\_\_\_\_  
15 MARY ANN SMITH  
16 Deputy Commissioner  
17 Enforcement Division

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