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**STATE OF CALIFORNIA
BUSINESS, CONSUMER SERVICES AND HOUSING AGENCY
DEPARTMENT OF BUSINESS OVERSIGHT**

TO: E-Star I, L.L.C.
InfoStar Systems, Inc.
Barbara Thomas
William Donnelly Yotty, a.k.a. William D. Yotty

1330 S. Ham Lane, Suite 101
Lodi, CA 95242

112 North Curry Street
Carson City, NV. 89703

**DESIST AND REFRAIN ORDER
(For violations of sections 25110 and 25401 of the Corporations Code)**

The Commissioner of Business Oversight finds that:

1. At all relevant times, E-Star I, L.L.C. is a Nevada limited liability company with a principal place of business at 1330 S. Ham Lane, Suite 101, Lodi, CA 95242 (“Estar”). Estar conducts business by way of telephone number (209) 339-0483. Estar engages in the business of “owning and operating business financial products” including credit card portfolios, cashless ATM routes, EBT routes, and prepaid debit card portfolios for profit.

2. At all relevant times, InfoStar Systems, Inc. is a Nevada corporation with a principal place of business at 112 North Curry Street, Carson City, NV 89703 (“Infostar”). Infostar also conducts business in California at 1330 S. Ham Lane, Suite 101, Lodi, CA 95242. Infostar also engages in the business of “owning and operating business financial products” including credit card portfolios, cashless ATM routes, EBT routes, and prepaid debit card portfolios for profit.

3. Barbara Thomas (“Thomas”) represented to California investors that she was a representative of both Estar and Infostar also doing business at 1330 S. Ham Lane, Suite 101, Lodi, CA 95242 and 112 North Curry Street, Carson City, NV 89703. Thomas also represented to California investors that she was the secretary and treasurer of Infostar. Thomas executed documents

1 and interacted closely with investors on behalf of Estar and Infostar throughout the investment
2 transaction referenced herein.

3 4. William Donnelly Yotty, a.k.a. William D. Yotty (“Yotty”) is represented to be the
4 chief executive officer of Estar and Infostar also doing business at 1330 S. Ham Lane, Suite 101,
5 Lodi, CA 95242 and 112 North Curry Street, Carson City, NV 89703.

6 5. Beginning in or about 2008 to May, 2015, Estar, Infostar, Thomas and Yotty offered
7 and sold securities in the form of investment agreements to California investors. The terms of the
8 investment are as follows: California investors pay to Estar and Infostar \$5,000.00 to as much as
9 \$100,000.00 as a capital investment for the purpose of investing in the business growth of Estar,
10 Infostar and other business opportunities, including, but not limited to distressed real estate
11 investments. Investors are to transfer the majority of investment capital from retirement “401K”
12 funds to Estar and Infostar by way of wire transfer or automatic debit in one lump sum. In return,
13 investors receive at least ten (10) to twelve (12) percent monthly interest on their investment as profit
14 paid at the end of each investment month in addition to the return of their initial capital investment
15 with Estar and Infostar. Investors do not have any other involvement in the company, other than
16 providing investment capital for a profit.

17 6. These securities in the form of investment agreements were offered or sold in
18 California in issuer transactions. The Department of Business Oversight has not issued a permit or
19 other form of qualification authorizing any person, including but not limited to Estar, Infostar,
20 Thomas or Yotty to offer and/or sell these securities in California. These securities are or have been
21 offered or sold without being qualified or exempt, in violation of Corporations Code section 25110.

22 7. Beginning in or about 2008, Estar, Infostar, Thomas and Yotty represented to
23 investors during the offer or sale of securities that investors would be able to access and secure a
24 refund of their entire invested capital at any time, as well as receive the promised profit or return on
25 the capital investment at the end of the investment. However, despite requests to Estar and Infostar,
26 investors were not able to access and secure a refund of their entire invested capital. In addition,
27 investors never received any promised profit or return on their capital investment. Therefore, Estar,
28

1 Infostar, Thomas and Yotty made misrepresentations to investors during the offer or sale of
2 securities.

3 8. On or about August 19, 2015, Yotty, before United States District Judge Margaret M.
4 Morrow of the United States District Court for the Central District of California, pled guilty to two
5 (2) counts of fraud relating to fraudulent securities schemes involving many entities including, but
6 not limited to, Estar and Infostar. *United States v. Yotty, CR 14-257-MM*. Yotty admitted that he ran
7 several Lodi based companies, including but not limited to Estar and Infostar, and offered fraudulent
8 investments by way of investment agreements in corporate debt obligations, financial products,
9 cashless ATM routes, EBT routes, and distressed real estate. Yotty also admitted that his fraudulent
10 investment schemes caused investors to lose over \$14 million. Yotty is currently incarcerated,
11 awaiting sentencing on November 23, 2015.

12 Based on the foregoing findings, the Commissioner of Business Oversight finds that the
13 investment agreements offered and/or sold by E-Star I, L.L.C., InfoStar Systems, Inc., Barbara
14 Thomas, and William Donnelly Yotty, a.k.a. William D. Yotty are securities subject to qualification
15 under the Corporations Code. These investment agreements are or have been offered or sold without
16 being qualified or exempt, in violation of Corporations Code section 25110.

17 Pursuant to Corporations Code section 25532, E-Star I, L.L.C., InfoStar Systems, Inc.,
18 Barbara Thomas, and William Donnelly Yotty, a.k.a. William D. Yotty are hereby ordered to desist
19 and refrain from the further offer or sale in California of securities, including, but not limited to
20 investment agreements, unless and until qualification has been made under said law or unless exempt.

21 Further, the California Commissioner of Business Oversight is of the opinion that the
22 securities in the form of investment agreements were offered or sold in this State by means of a
23 written or oral communication which included an untrue statement of material fact or omitted to state
24 a material fact necessary to make the statement made, in light of the circumstances under which they
25 were made, not misleading, in violation of section 25401(b) of the Corporate Securities Law of 1968.

26 Pursuant to section 25532 of the Corporate Securities Law of 1968, E-Star I, L.L.C., InfoStar
27 Systems, Inc., Barbara Thomas, and William Donnelly Yotty, a.k.a. William D. Yotty are hereby
28 ordered to desist and refrain from offering or selling or buying or offering to buy any security in the

1 State of California, including but not limited to investment agreements, by means of any written or
2 oral communication which includes an untrue statement of material fact or omits to state a material
3 fact necessary in order to make the statements made, in light of circumstances under which they were
4 made, not misleading.

5 This Order is necessary, in the public interest, for the protection of investors and consistent
6 with the purposes, policies, and provisions of the Corporations Code.

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8 Dated: November 6, -2015

9 JAN LYNN OWEN
10 California Commissioner of Business Oversight

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13 By _____
14 MARY ANN SMITH
15 Deputy Commissioner
16 Enforcement Division
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